

April 3, 2003

State of Utah
Division of Oil, Gas & Mining
Attn: Diana Mason
1594 West North Temple - Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-5801

RE: Applications for Permit to Drill: Sundance Federal 9-31-8-18, 10-31-8-18, and 14-31-8-18.

Dear Diana:

Enclosed find APD's on the above referenced wells. If you have any questions, feel free to give either Brad or myself a call.

Sincerely,

Mandie Crozier

Regulatory Specialist

mc

enclosures

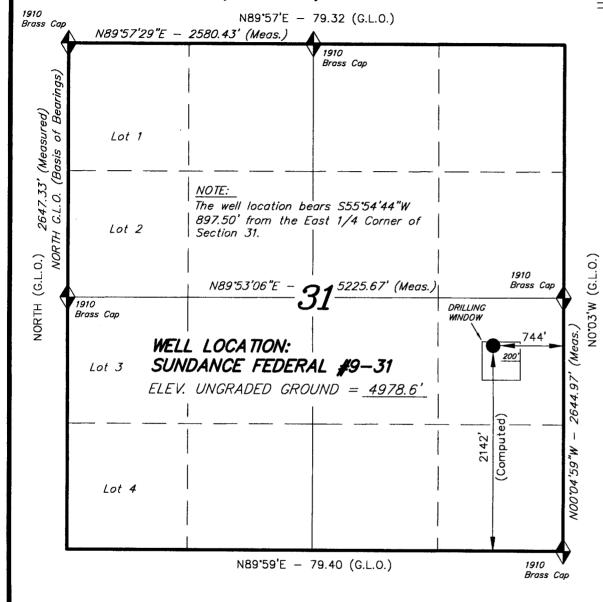
SUBMIT IN TRIPLICATE* (Other instructions on reverse side)

Form approved. Budget Bureau No. 1004-0136 Expires December 31, 1991

| 001 DI | EPARTMENT OF TH | | | 5. LEASE DESIGNATION AND SERIAL NO. |
|--|---|--|------------------------|--------------------------------------|
| | BUREAU OF LAND MA | NAGEMENT_ | | UTU-74404 |
| APPLICATION FO | R PERMIT TO DRIL | L, DEEPEN, OR PLUC | BACK | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME |
| | | The second secon | DACK | N/A |
| | RILL X DEEPEN | _ | | 7. UNIT AGREEMENT NAME |
| 1b. TYPE OF WELL | | | | N/A |
| OIL GAS | | SINGLE MULTIF | 'LE | 8. FARM OR LEASE NAME WELL NO |
| WELL X WE | LL OTHER | ZONE X ZONE | | Sundance Federal #9-31-8-18 |
| 2. NAME OF OPERATOR | | | , | 9. API WELL NO. |
| Inland Production Con 3. ADDRESS OF OPERATOR | npany | | | 43-647-34931 |
| Route #3 Box 3630, My | ton UT 94052 | Dhono. (425) | (46 2721 | 10. FIELD AND POOL OR WILDCAT |
| | location clearly and in accordance with | Phone: (435) | | Eight Mile Flat North |
| At Surface NE/SE | 2142' FSL 744' FE | L 4436209 Y 40.07 | 309 | AND SURVEY OR AREA |
| At proposed Prod. Zone | | 591349X -109.9 | 1072 | NE/SE |
| , | | 5 11514X -709.9 | 2013 | Sec. 31, T8S, R18E |
| 14. DISTANCE IN MILES AND DIREC | TION FROM NEAREST TOWN OR POST O | FFICE* | | 12. County 13. STATE |
| Approximately 21.1 mi | les southeast of Myton, Uta | ah | | Uintah UT |
| 15. DISTANCE FROM PROPOSED* LO OR LEASE LINE, FT.(Also to | OCATION TO NEAREST PROPERTY | 16. NO. OF ACRES IN LEASE | 17. NO. OF ACRES | S ASSIGNED TO THIS WELL |
| Approx. 498' f/lse line | <u> </u> | 277.52 | 40 |) |
| 18. DISTANCE FROM PROPOSED LO DRILLING, COMPLETED, OR APP | | 19. PROPOSED DEPTH | 20. ROTARY OR C | CABLE TOOLS |
| Approx. 1256' | LIED FOR ON THIS LEASE, FT. | 6500' | Day | Agus |
| | T. O.D. | 1 0300 | Ro | tary |
| 21. ELEVATIONS (Show whether DF, R 4979' GR | II, GR, etc.) | | | 22. APPROX. DATE WORK WILL START* |
| | | | | 3 rd Quarter 2003 |
| 23. PROPOSED CASIN | G AND CEMENTING PROGRA | AM | | |
| SIZE OF HOLE | SIZE OF CASING WEIGH | IT/FOOT SETTING | DEPTH | QUANTITY OF CEMENT |
| | | | | |
| Refer to Monument Bu | tte Field SOP's Drilling Pr | ogram/Casing Design | | |
| | | | | |
| | on Company proposes to d | rill this well in accordance w | ith the attache | PIV OF OIL, GAS & MINING |
| | | | | |
| IN ABOVE SPACE DESCRIBE PE | ROPOSED PROGRAM : If proposal is t | o deepen or plug back, give data on preser | nt productive zone and | d proposed new productive zone. |

n directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any, Regulatory Specialist APPROVAL DATE Of this ntholds legal or equitable title to the Table 11 to the equitable title to the FRAS in the French lease which would entitle the applicant to conduct operations thereon. CONDITIONS OF APPROVAL, IF ANY: APPROVED BY TITLE

T8S, R18E, S.L.B.&M.



lack = Section corners located

BASIS OF ELEV; U.S.G.S. 7-1/2 min QUAD (PARIETTE DRAW SW)

INLAND PRODUCTION COMPANY

WELL LOCATION, SUNDANCE FEDERAL #9-31, LOCATED AS SHOWN IN THE NE 1/4 SE 1/4 OF SECTION 31, T8S, R18E, S.L.B.&M. UINTAH COUNTY, UTAH.



THIS IS TO CERTIFE THAT HE ABOVE PLAT WAS PREPARED FROM EIG DANOTES OF ACTUAL SURVEYS MADE BY WE ON DEED MY SUPPRISION AND THAT THE SAME ARE TRUE AND SOFTER TO THE BEST OF MY KNOWLEDGE AND BELIEF.

RECI**STEWAND** SURVEYOR REGISTRATION NO 1893/7 STAIL OF LITHE

TRI STATE LAND SURVEYING & CONSULTING

38 WEST 100 NORTH - VERNAL, UTAH 84078 (435) 781-2501

| SCALE: 1" = 1000' | SURVEYED BY: D.J.S. |
|-------------------|---------------------|
| DATE: 12-30-01 | DRAWN BY: J.R.S. |
| NOTES: | FILE # |

INLAND PRODUCTION COMPANY SUNDANCE FEDERAL #9-31-8-18 NE/SE SECTION 31, T8S, R18E UINTAH COUNTY, UTAH

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. <u>GEOLOGIC SURFACE FORMATION:</u>

Uinta formation of Upper Eocene Age

2. <u>ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS:</u>

Uinta 0' – 1640' Green River 1640' Wasatch 6500'

3. ESTIMATED DEPTHS OF ANTICIPATED WATER, OIL, GAS OR MINERALS:

Green River Formation 1640' - 6500' - Oil

4. PROPOSED CASING PROGRAM

Please refer to the Monument Butte Field Standard Operation Procedure (SOP).

5. <u>MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL:</u>

Please refer to the Monument Butte Field SOP. See Exhibit "C".

6. TYPE AND CHARACTERISTICS OF THE PROPOSED CIRCULATION MUDS:

Please refer to the Monument Butte Field SOP.

7. <u>AUXILIARY SAFETY EQUIPMENT TO BE USED:</u>

Please refer to the Monument Butte Field SOP.

8. <u>TESTING, LOGGING AND CORING PROGRAMS:</u>

Please refer to the Monument Butte Field SOP.

9. <u>ANTICIPATED ABNORMAL PRESSURE OR TEMPERATURE:</u>

The anticipated maximum bottom hole pressure is 2000 psi. It is not anticipated that abnormal temperatures will be encountered.

10. ANTICIPATED STARTING DATE AND DURATION OF THE OPERATIONS:

Please refer to the Monument Butte Field SOP.

INLAND PRODUCTION COMPANY SUNDANCE FEDERAL #9-31-8-18 NE/SE SECTION 31, T8S, R18E UINTAH COUNTY, UTAH

ONSHORE ORDER NO. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. <u>EXISTING ROADS</u>

See attached Topographic Map "A"

To reach Inland Production Company well location site Sundance Federal #9-31-8-18 located in the NE 1/4 SE 1/4 Section 31, T8S, R18E, Uintah County, Utah:

Proceed southwesterly out of Myton, Utah along Highway 40 - 1.6 miles \pm to the junction of this highway and UT State Hwy 53; proceed southeasterly along Hwy 53 - 13.8 miles \pm to it's junction with an existing road to the north; proceed northerly - 0.3 miles \pm to it's junction with an existing road to the northeast; proceed northeasterly - 5.4 miles \pm to it's junction with the beginning of the proposed access road to the proposed well location.

2. PLANNED ACCESS ROAD

See Topographic Map "B" for the location of the proposed access road.

3. <u>LOCATION OF EXISTING WELLS</u>

Refer to Exhibit "B".

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

Please refer to the Monument Butte Field Standard Operating Procedure (SOP).

5. <u>LOCATION AND TYPE OF WATER SUPPLY</u>

Please refer to the Monument Butte Field SOP. See Exhibit "A".

6. SOURCE OF CONSTRUCTION MATERIALS

Please refer to the Monument Butte Field SOP.

7. <u>METHODS FOR HANDLING WASTE DISPOSAL</u>

Please refer to the Monument Butte Field SOP.

8. ANCILLARY FACILITIES

Please refer to the Monument Butte Field SOP.

9. WELL SITE LAYOUT

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

10. PLANS FOR RESTORATION OF SURFACE

Please refer to the Monument Butte Field SOP.

11. <u>SURFACE OWNERSHIP</u> - Bureau Of Land Management

12. OTHER ADDITIONAL INFORMATION

Archaeological Resource Survey for this area is attached.

The Paleontological Resource Survey will be forthcoming.

Inland Production Company requests a 60' ROW for the Sundance Federal #9-31-8-18 to allow for construction of a 6" gas gathering line, and a 3" poly fuel gas line. Both lines will tie in to the existing pipeline infrastructure. **Refer to Topographic Map "C."**

Inland Production Company also requests a 60' ROW be granted for the Sundance Federal #9-31-8-18 to allow for construction of a 3" steel water injection line and a 3" poly water return line. **Refer to Topographic Map "C."**

Water Disposal

Formation water is produced to a steel storage tank. If the production water meets quality guidelines, it is transported to the Ashley, Monument Butte, Jonah, and Beluga water injection facilities by company or contract trucks. Subsequently, the produced water is injected into approved Class II wells to enhance Inland's secondary recovery project.

Water not meeting quality criteria, is disposed at Inland's Pariette #4 disposal well (Sec. 7, T9S R19E) or at State of Utah approved surface disposal facilities.

13. <u>LESSEE'S OR OPERATORS REPRESENTATIVE AND CERTIFICATION</u>

Representative

Name:

Brad Mecham

Address:

Route #3 Box 3630

Myton, UT 84052

Telephone:

(435) 646-3721

Certification

Please be advised that INLAND PRODUCTION COMPANY is considered to be the operator of well #9-31-8-18 NE/SE Section 31, Township 8S, Range 18E: Lease UTU-74404 Uintah County, Utah: and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage is provided by Hartford Accident #4488944.

I hereby certify that the proposed drillsite and access route have been inspected, and I am familiar with the conditions which currently exist; that the statements made in this plan are true and correct to the best of my knowledge; and that the work associated with the operations proposed here will be performed by Inland Production Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

4/3/03 Date Mandie Crozier
Regulatory Specialist

Well No.: Sundance Federal 9-31-8-18

CONDITIONS OF APPROVAL APPLICATION FOR PERMIT TO DRILL

Company/Operator: Inland Production Company

Well Name & Number: Sundance Federal 9-31-8-18

API Number:

Lease Number: UTU-74404

Location: NE/SE Sec. 31, T8S R18E

SURFACE USE PROGRAM CONDITIONS OF APPROVAL

CULTURAL RESOURCES

See DIAMOND MOUNTAIN RESOURCE AREA RESOURCE MANAGEMENT PLAN AND RECORD OF DECISION (Fall 1994).

PALEONTOLOGICAL RESOURCES

See DIAMOND MOUNTAIN RESOURCE AREA RESOURCE MANAGEMENT PLAN AND RECORD OF DECISION (Fall 1994).

SOILS, WATERSHEDS, AND FLOODPLAINS

See DIAMOND MOUNTAIN RESOURCE AREA RESOURCE MANAGEMENT PLAN AND RECORD OF DECISION (Fall 1994).

WILDLIFE AND FISHERIES

See DIAMOND MOUNTAIN RESOURCE AREA RESOURCE MANAGEMENT PLAN AND RECORD OF DECISION (Fall 1994).

THREATENED, ENDANGERED, AND OTHER SENSITIVE SPECIES

FERRUGINOUS HAWK: Due to this proposed well location's proximity (less that 0.5 mile) to an existing inactive ferruginous hawk nest site, no new construction or surface disturbing activities will be allowed between February 1 and May 30. If the nest remains inactive on May 30th (based on a pre-construction survey by a qualified biologist), the operator may construct and drill the location after that date. If the nest site becomes active prior to May 30, no new construction or surface disturbing activities will be allowed within 0.5 mile of the nest until the nest becomes inactive for two full breeding seasons. In the event that this well becomes a producing well, it must be equipped with a multi-cylinder engine or hospital muffler to reduce noise levels.

LOCATION AND RESERVE PIT RECLAMATION

During construction of the reserve pit, a small amount of topsoil shall be stockpiled nearby, to be spread over the reserve pit area at the time the reserve pit is reclaimed.

The topsoil stockpile shall be reseeded immediately after site construction by broadcasting the seed, then walking the topsoil stockpile with the dozer to plant the seed.

The following seed mixture will be used on the topsoil stockpile, the recontoured surface of the reserve pit, and for final reclamation: (All poundages are in pure live seed)

| Gardner saltbush | Atriplex gardneri | 4 lbs/acre |
|------------------|----------------------|------------|
| Galletta grass | Hilaria jamesii | 4 lbs/acre |
| Indian ricegrass | Oryzopsis hymenoides | 4 lbs/acre |

The reserve pit shall be reclaimed immediately after drilling operations have ceased. The pit shall be reclaimed by: 1) removing all liquids and any oily debris according to Utah Division of Oil, Gas, & Mining pit closure rules; 2) perforating and folding the liner in place (if a pit liner is used); 3) recontouring the surface; 4) broadcasting the seed over the recontoured surface; and 5) walking the surface of the pit with a dozer to plant the seed.

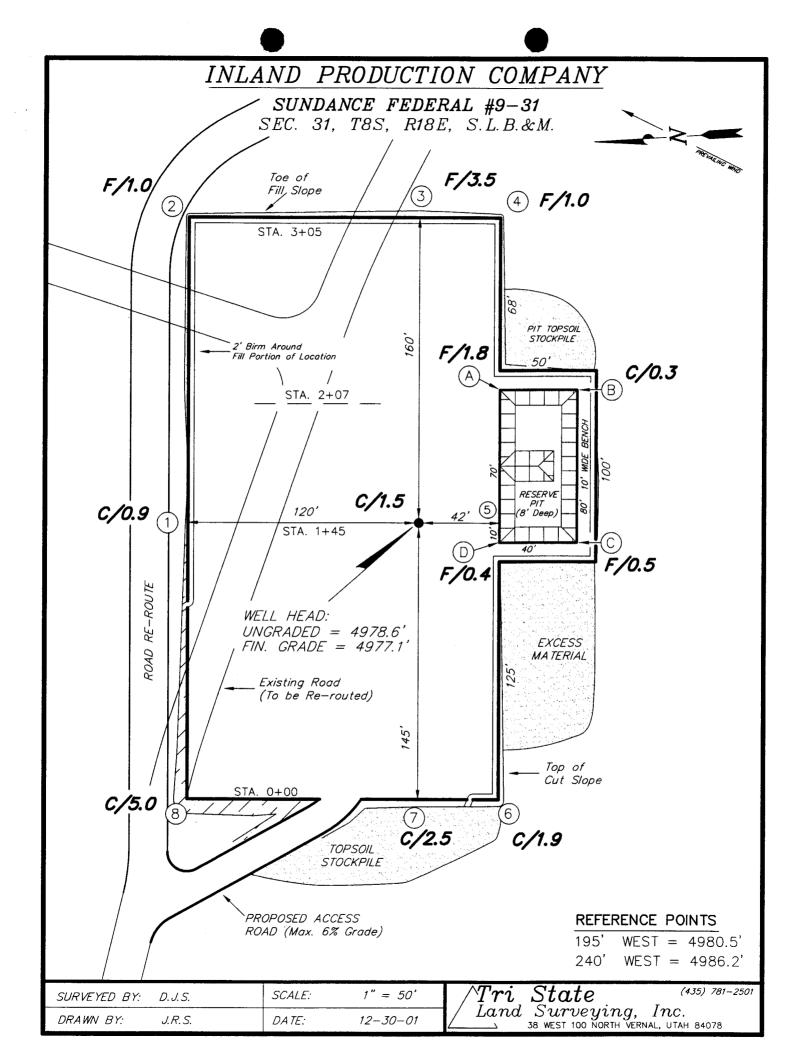
At the time of final abandonment, the location and access will be recontoured to natural topography and topsoil spread over the area and the surface seeded immediately.

PIPELINES

Installation of a surface gas pipeline and/or any subsequent buried gas or water pipelines will follow the conditions of approval outlined above.

Except as specified in the APD, the installation of the surface gas line and any subsequent buried pipelines will follow the edge of the existing roadways without interfering with the normal travel and maintenance of the roadway.

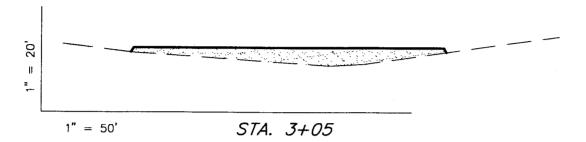
The installation of any buried pipelines will disturb as little surface as possible and will not exceed 60 feet in width. Reclamation of the disturbance area associated with buried pipelines will be completed within 10 days after installation. The surface will be recontoured to natural or near natural contours. Reseeding will be with the same seed mixture specified for reclamation of the reserve pit and well site. The interface of the buried line disturbance area and the edge of any adjacent access roads will be constructed with a borrow ditch and road berm to minimize vehicular travel along the water line route.

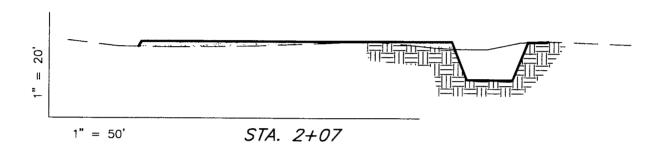


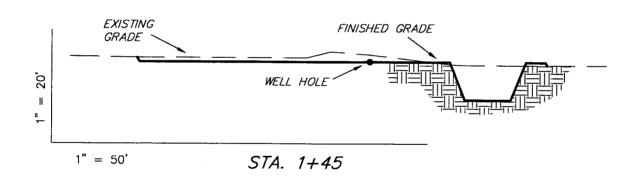
INLAND PRODUCTION COMPANY

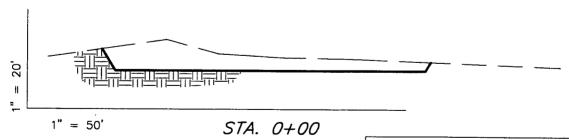
CROSS SECTIONS

SUNDANCE FEDERAL #9-31









NOTE: UNLESS OTHERWISE NOTED ALL CUT/FILL SLOPES ARE AT 1.5:1.

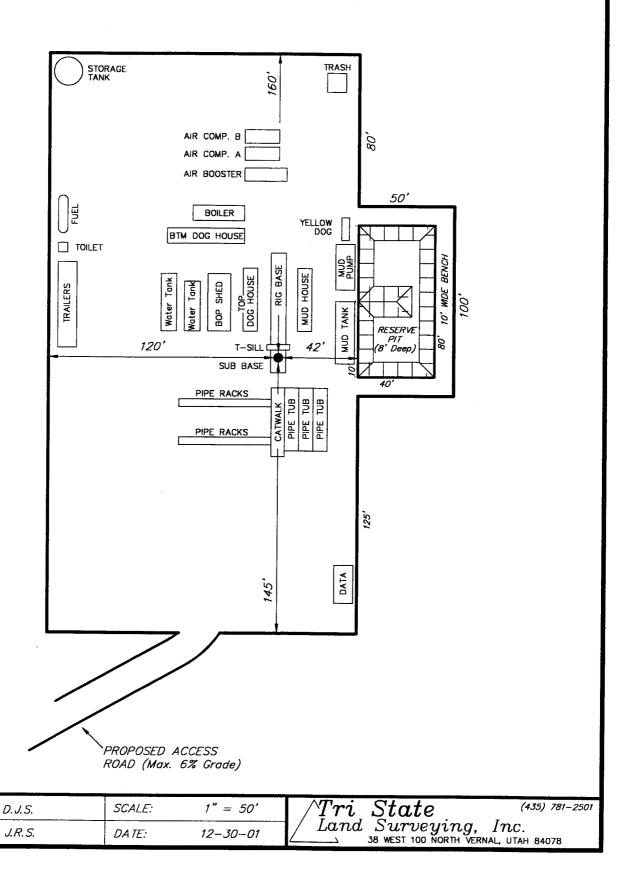
| ESTIMATED EARTHWORK QUANTITIES | | | | | | | | |
|--------------------------------|-------|-------|------------|-----|--|--|--|--|
| (Expressed in Cubic Yards) | | | | | | | | |
| ITEM CUT FILL TOPSOIL EXCESS | | | | | | | | |
| PAD | 1,760 | 1,760 | Topsoil is | 0 | | | | |
| PIT | 640 | 0 | in Pad Cut | 640 | | | | |
| TOTALS | 2,400 | 1,760 | 1,010 | 640 | | | | |

| SURVEYED BY: D.J.S. | SCALE: | 1" = 50' | / |
|---------------------|--------|----------|----------|
| DRAWN BY: J.R.S. | DATE: | 12-30-01 | \angle |

| riangle Tri | State | (435) 781–2501 |
|-------------|------------------------|-----------------|
| Land | Surveying, | Inc. |
| | 38 WEST 100 NORTH VERN | IAL, UTAH 84078 |

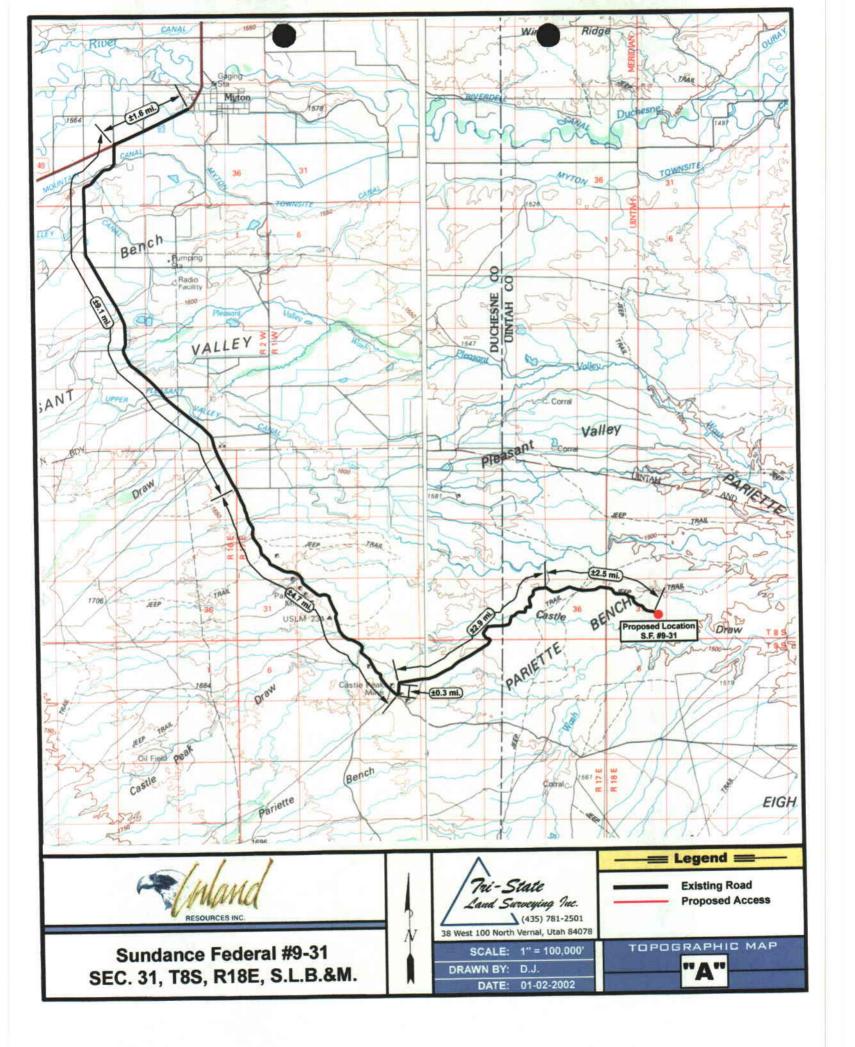
INLAND PRODUCTION COMPANY

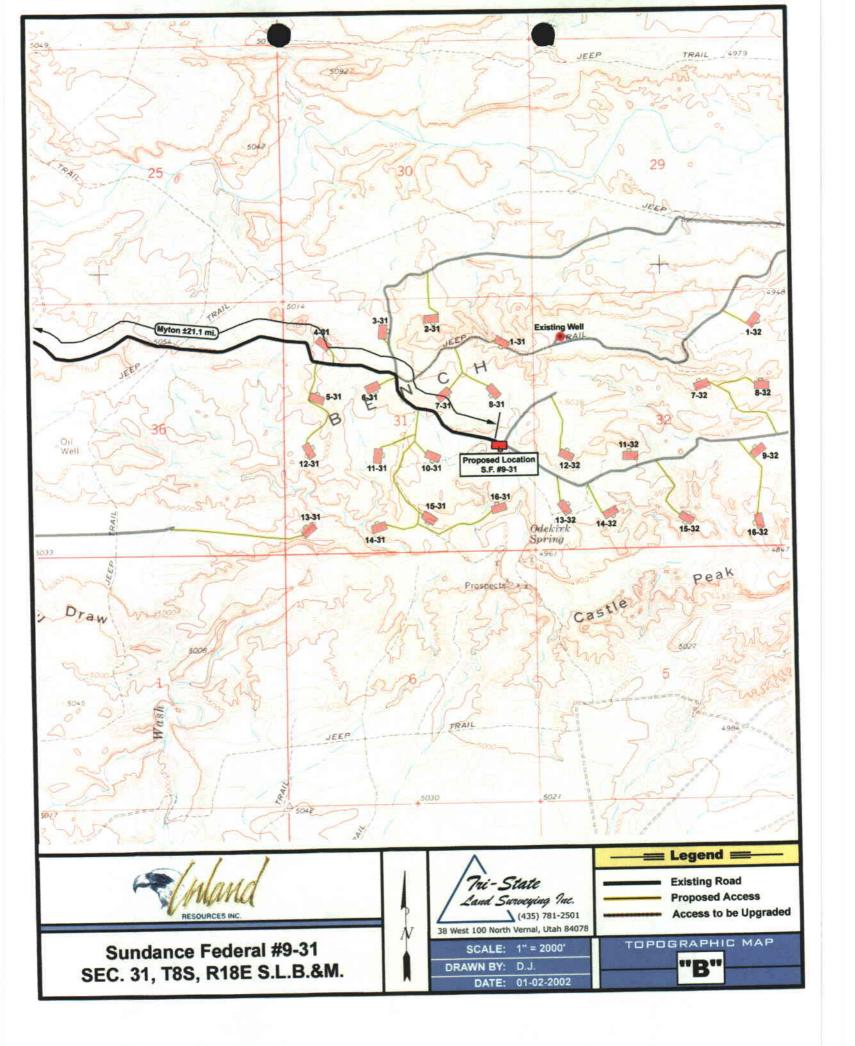
TYPICAL RIG LAYOUT SUNDANCE FEDERAL #9-31

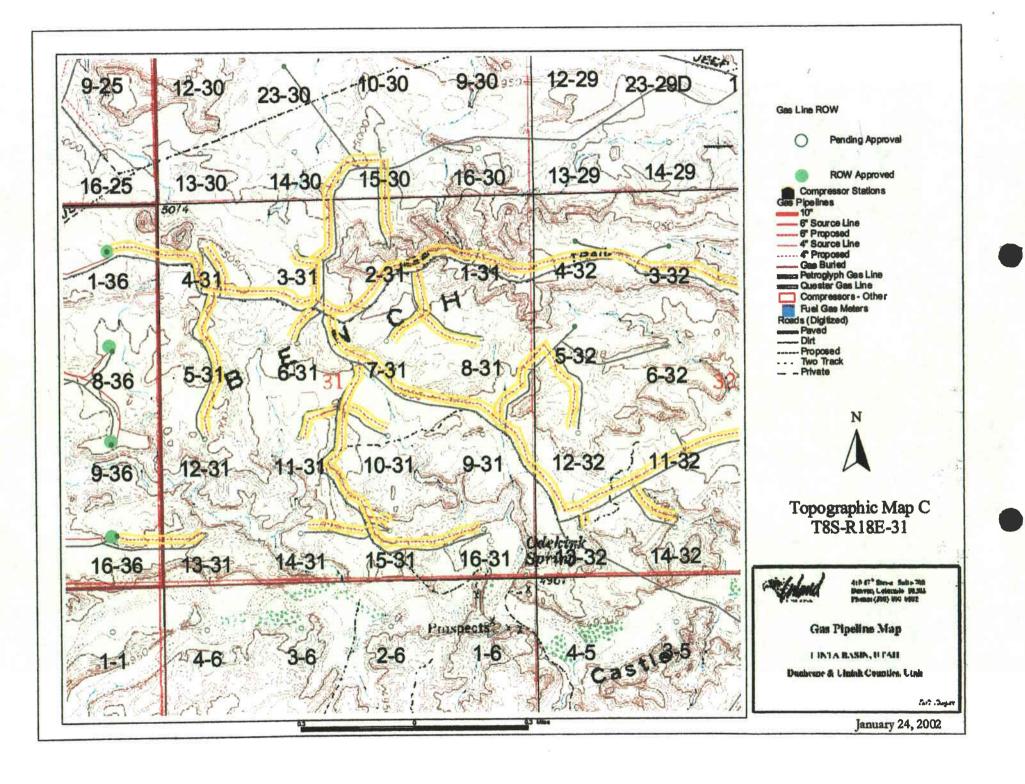


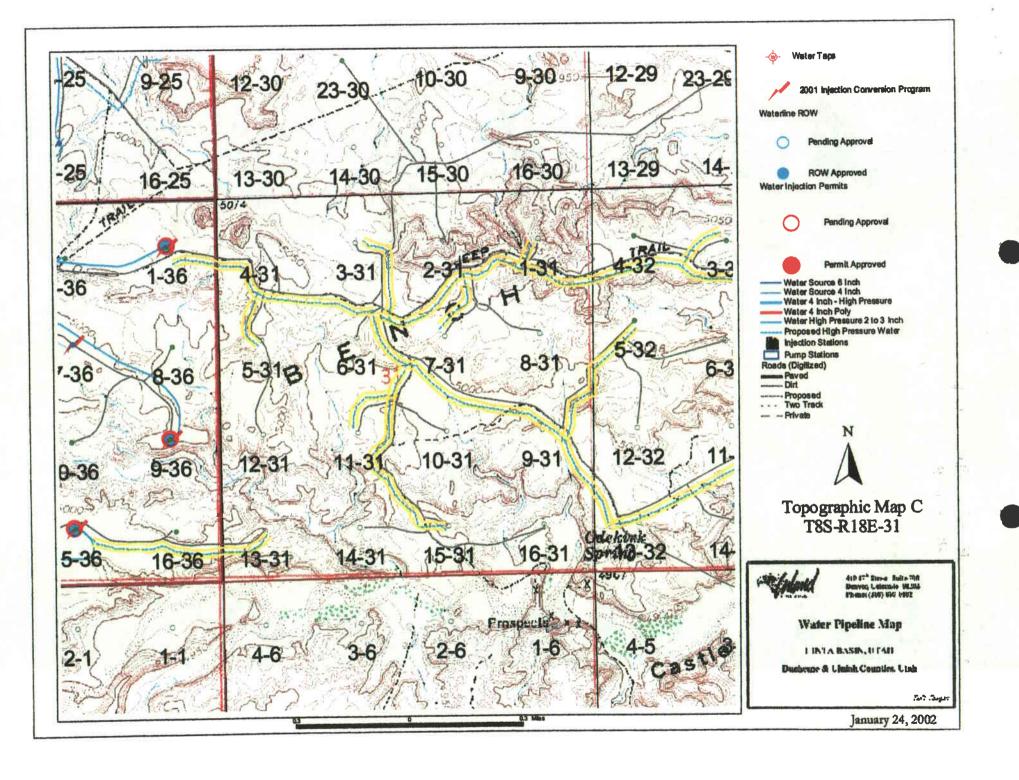
SURVEYED BY:

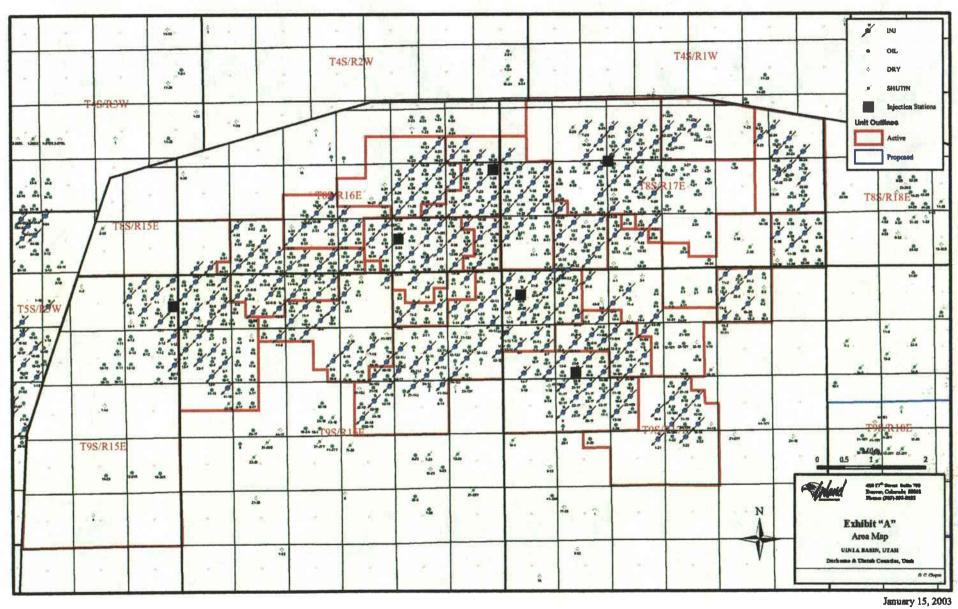
DRAWN BY:

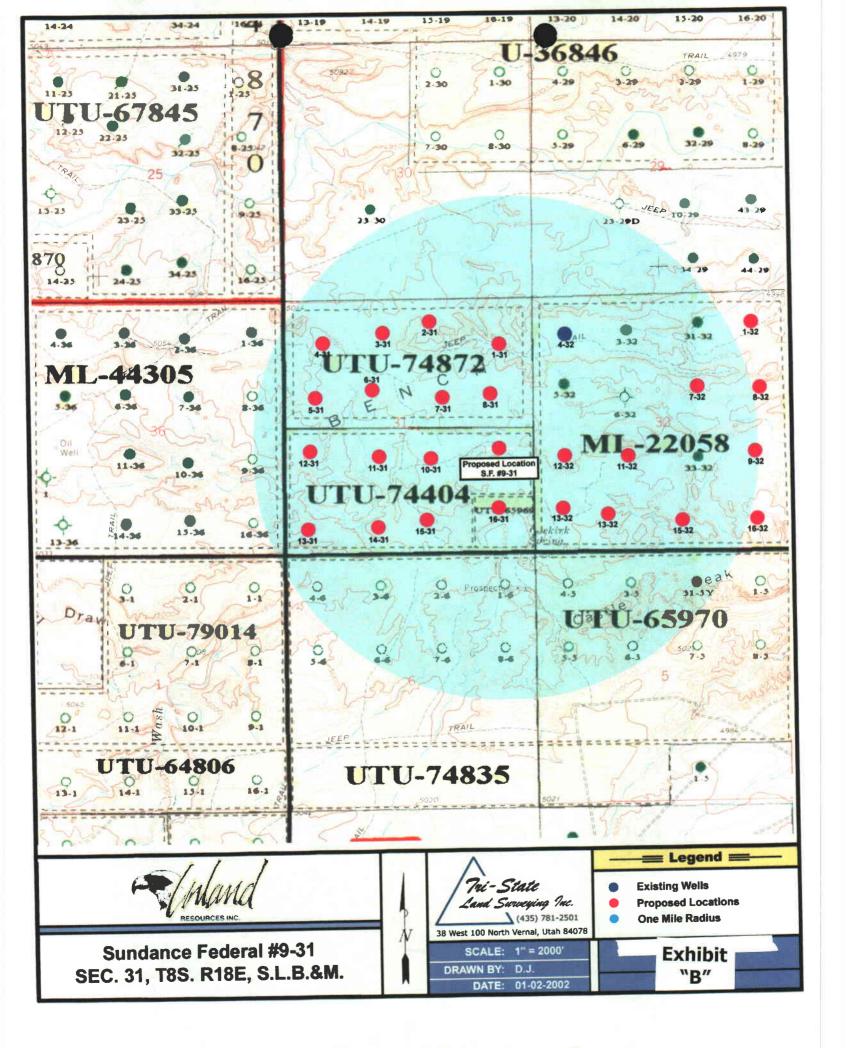












2-M SYSTEM

Blowout Prevention Equipment Systems

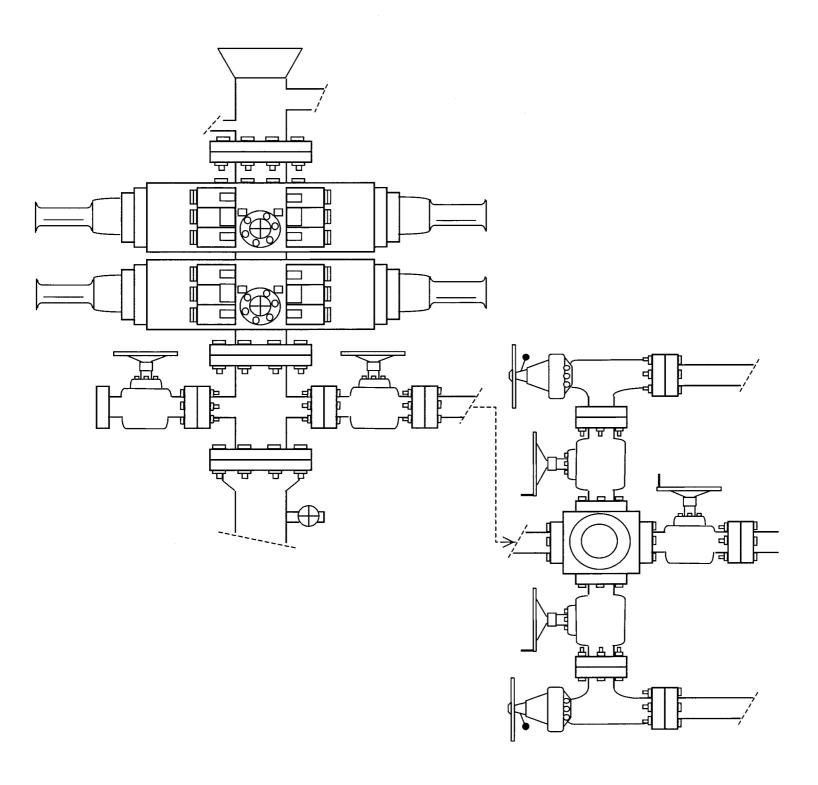
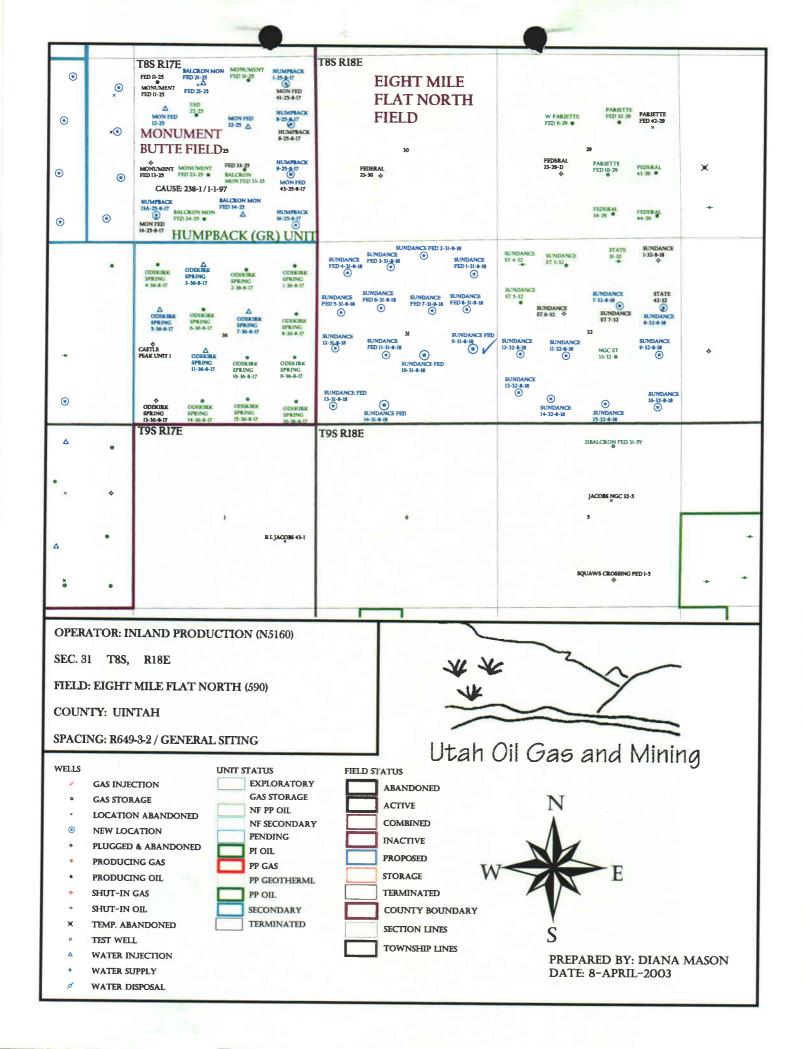


EXHIBIT C

WORKSHEET APPLICATION FOR PERMIT TO DRILL

| APD RECEIVED: 04/07/2003 | API NO. ASSIGNED: 43-047-34931 | | | | |
|--|---|--|--|--|--|
| WELL NAME: SUNDANCE FED 9-31-8-18 OPERATOR: INLAND PRODUCTION (N5160) CONTACT: MANDIE CROZIER PROPOSED LOCATION: NESE 31 080S 180E SURFACE: 2142 FSL 0744 FEL BOTTOM: 2142 FSL 0744 FEL UINTAH 8 MILE FLAT NORTH (590) | PHONE NUMBER: 435-646-3721 INSPECT LOCATN BY: / / Tech Review Initials Date Engineering Geology | | | | |
| LEASE TYPE: 1 - Federal | Surface | | | | |
| LEASE NUMBER: UTU-74404 SURFACE OWNER: 1 - Federal PROPOSED FORMATION: GRRV | LATITUDE: 40.07309 LONGITUDE: 109.92873 | | | | |
| RECEIVED AND/OR REVIEWED: Plat Bond: Fed[1] Ind[] Sta[] Fee[] (No. 4488944) Potash (Y/N) Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit (No. Munitipal) RDCC Review (Y/N) (Date:) Fee Surf Agreement (Y/N) | LOCATION AND SITING: R649-2-3. Unit R649-3-2. General | | | | |
| STIPULATIONS: 1- Lederal appinial 2- Spraing Ship | | | | | |



004



Michael O. Leavitt Governor Robert L. Morgan Executive Director Lowell P. Braxton Division Director 1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 (801) 538-5340 telephone (801) 359-3940 fax (801) 538-7223 TTY www.nr.utah.gov

April 8, 2003

Inland Production Company Route #3, Box 3630 Myton, UT 84052

Re: Sundance Federal 9-31-8-18 Well, 2142' FSL, 744' FEL, NE SE, Sec. 31, T. 8 South,

R. 18 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 *et seq.*, Utah Administrative Code R649-3-1 *et seq.*, and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-34931.

Sincerely,

John R. Baza Associate Director

pab Enclosures

cc: Uintah County Assessor

Bureau of Land Management, Vernal District Office



| Operator: | Inland Production Company | |
|--------------------|----------------------------|--|
| Well Name & Number | Sundance Federal 9-31-8-18 | |
| API Number: | 43-047-34931 | |
| Lease: | UTU-74404 | |
| | | |

Location: NE SE Sec. 31 T. 8 South R. 18 East

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

FORM 3160-3 (December 1990) SUBMIT IN TRIPLICATE* (Other instructions on reverse side)

Form approved. Budget Burcau No. 1004-0136 res December 31, 1991

| | UNITED | AIES | | | | | | |
|--|-------------------------------|--------------------------------|-------------|------------------|--|----------------------------------|--|--|
| () () 5 DEPA | RTMENT OF T | | | | | 5. LEASE DESIGNATION AN | D SERIAL NO. | |
| RUE | REAU OF LAND M | IANAGEMENT | | | | UTU-74404 | | |
| | | | | | | 6. IF INDIAN, ALLOTTEE OR | TRIBE NAME | |
| APPLICATION FOR P | ERMIT TO DRI | LL, DEEPEN, OR F | LUG B | ACK | | N/A | ······································ | |
| TYPE OF WORK DRILL | X DEEPEN | | | | | 7. UNIT AGREEMENT NAME | 3 | |
| o. TYPE OF WELL | | | | | | N/A | | |
| IL GAS | | SINGLE | MULTIPLE | | | 8. FARM OR LEASE NAME V | VELL NO | |
| VELL X WELL | OTHER | ZONE X | ZONE | | | Federal #9-3 | 31-8-18 | |
| NAME OF OPERATOR | | | | | | 9. API WELL NO. | 17-34931 | |
| nland Production Company | у | | | | | 10. FIELD AND POOL OR W. | | |
| ADDRESS OF OPERATOR | - | | | | | , | | |
| Route #3 Box 3630, Myton, | UT 84052 | | (435) 646· | 3721 | | Eight Mile Fl | at North | |
| . LOCATION OF WELL (Report location | n clearly and in accordance v | with any State requirements.*) | | | | AND SURVEY OR AREA | | |
| at Surface NE/SE | 2142' FSL 744' | FEL | | | | | | |
| at proposed Prod. Zone | | | | | | NE/SE | | |
| | | | | | | Sec. 31, T8S, R181 | E II3 STATE | |
| 4. DISTANCE IN MILES AND DIRECTION F | ROM NEAREST TOWN OR PO | ST OFFICE* | | | | 12. County | UT | |
| Approximately 21.1 miles so | outheast of Myton, | Utah | | | | Uintah | [0] | |
| 5. DISTANCE FROM PROPOSED* LOCATIO OR LEASE LINE, FT.(Also to | | 16. NO. OF ACRES IN LEASE | | 17. NO. OF ACRES | | TO THIS WELL | | |
| Approx. 498' f/lse line | | 277.52 | | 40 | | | | |
| 8. DISTANCE FROM PROPOSED LOCATION | | 19. PROPOSED DEPTH | | 20. ROTARY OR C | ABLE TOO! | LS | | |
| DRILLING, COMPLETED, OR APPLIED F | OR ON THIS LEASE, IT. | | | Dod | | | | |
| Approx. 1256' | | 6500' | | Rot | | | | ······································ |
| 1. ELEVATIONS (Show whether DF, RT, GR, | etc.) | | | | 1 | 2. APPROX. DATE WORK WILL START* | | |
| 4979' GR | | | 3 rd Q | uarter 2003 | | | | |
| 23. PROPOSED CASING AN | D CEMENTING PROC | GRAM | | | | | | |
| SIZE OF HOLE | SIZE OF CASING | WEIGHT FOOT | SETTING DEP | гн | QUANTIT | Y OF CEMENT | | |
| SIZE OF HOLE | Date of Cristian | | | | | | · | |
| Refer to Monument Butte I | Field SOP's Drilling | Program/Casing Design | 1 | | | | | |
| Refer to Monument Butte i | ricia sor s brining | ; i rogram/Casing Design | | | 1 | | | |
| | | | L | | | | | |
| Inland Production C | ompany proposes t | o drill this well in accord | lance with | the attache | ed exhib | oits. | | |

Inland Production Company proposes to

The Conditions of Approval are also attached.

| IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal if proposal is to drift or ceepen described and the performance of the proposal is to drift or ceepen. | is to deepen or plug back, gi | ve data on present productive zo ad and true venical depths. Giv | one and proposed ne c blownest preventer | pregram it any. | |
|--|--|---|---|---|--|
| SIGNED // SMChalamel | TITLE Regula | tory Specialist | DATE | <u> 10/3/03 </u> | |
| (This space for Federal or State office use) | | | | | |
| PERMIT NO. | APPROVAL DATE | | L'ante conduct o | parture thereon | |
| Application approval does not warrant or certify that the applicant holds legal or | equitable title to those rights in the | e subject lease which would entitle the | e applicant to conduct o | perations thereon. | |
| CONDITIONS OF APPROVAL, IF ANY: | | | | | |
| | | | | | |
| | TITLE | | DATE | | |
| APPROVED BY | 1111.1. | | | | |

*See Instructions On Reverse Side

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



October 3, 2003

Bureau of Land Management Attn: Byron Tolman 170 South 500 East Vernal, Utah 84078-2799

RE: Amended Well Name on Application for Permit to Drill: 9-31-8-18, 10-31-8-18, and 14-31-8-18.

Dear Byron:

Enclosed find the amended Form 3160-3 for the above mentioned APD's. We would like to amend the well name from Sundance Federal to Federal. No other information on the APD has changed. If you have any questions, feel free to give either Brad or myself a call.

Sincerely,

Mandie Crezier

Regulatory Specialist

cc: State of Utah DOGM

enclosures

SUBMIT IN TRIPLICATE* (Other instructions on reverse side)

| Form approved. |
|----------------------------|
| Budget Bureau No. 1004-013 |
| Expires December 31, 1991 |

| | | POTATES | | | | | | |
|--|--|--------------------------------|-------------|------------------|---------------------|-------------------------------------|-------------------|---|
| | DEPARTMENT OF T | HE INTERIOR | | | | 5. LEASE DESIGNATION AND SERIAL NO. | | |
| 006 | BUREAU OF LAND N | MANAGEMENT | | | | UTU-7440 | | |
| | | | | | | 6. IF INDIAN, ALLOT | TEE OR TRIBE NAME | |
| A DRI ICATION | FOR PERMIT TO DR | ILL, DEEPEN, OR | PLUG E | BACK | | N/A | | |
| | DRILL X DEEPEN | | | | | 7. UNIT AGREEMENT | NAME | |
| 18. TYPE OF WORK | | | | | | N/A | | |
| 1b. TYPE OF WELL | GAS | SINGLE | MULTIPLE | | | 8. FARM OR LEASE N | AME WELL NO | |
| OIL WELL X | WELL OTHER | ZONE X | ZONE | |] | Federal | #9-31-8-18 | |
| 2 NAME OF OPERATOR | | | | | | 9. API WELL NO. | 2.147.24921 | |
| Inland Production | Company | | | | | 10. FIELD AND POOL | OR WILDCAT | |
| 3. ADDRESS OF OPERATOR | | | (400) | 084 | | | | |
| Route #3 Box 3630, | Myton, UT 84052 | | (435) 646 | -3/21 | | Eight Mile Flat North | | |
| | eport location clearly and in accordance v | with any State requirements.*) | · · · · · | | | AND SURVEY OR A | | |
| At Surface | 2142 FSL /44 | | ~ a | ວດກວ | | NE/SE | | |
| At proposed Prod. Zone | | UL | T - 6 | 7003 | | Sec. 31, T8S, 1 | D19F | |
| FIGT A VOT DIA III TO AND I | DIRECTION FROM NEAREST TOWN OR PO | et office. | | | | 12. County | 13, STATE | |
| - | miles southeast of Myton, | | | 1 | | Uintah | UT | |
| | | | | 17. NO. OF ACRES | ACCICNED | | | - |
| 15. DISTANCE FROM PROPOSI- OR LEASE LINE, FT.(Also to | ED* LOCATION TO NEAREST PROPERTY | 16. NO. OF ACRES IN-LEASE | | 17. NO. OF ACKES | VOSIGINED | TO THIS WELL | | |
| Approx. 498' f/lse li | ine | 277.52 | | 40 | 40 | | | |
| | ED LOCATION* TO NEAREST WELL, OR APPLIED FOR ON THIS LEASE, FT. | 19. PROPOSED DEPTH | | 20. ROTARY OR C | TARY OR CABLE TOOLS | | | |
| Approx. 1256' | * | 6500' | | Rot | ary | ·y | | |
| 21. ELEVATIONS (Show whether | r DF. RT. GR. etc.) | | | | 22. APPRO | X. DATE WORK WILL S | TART* | |
| | | | | 3 rd Q | 3 rd Quarter 2003 | | | |
| 23. PROPOSED CA | ASING AND CEMENTING PROC | GRAM | | | | | | |
| SIZE OF HOLE | SIZE OF CASING V | VEIGHT/FOOT | SETTING DEP | ТН | QUANTITY | OF CEMENT | | |
| | | | | | | | | |
| Refer to Monumen | t Rutte Field SOP's Drilling | Program/Casing Design | 1 | | | | | |

Inland Production Company proposes to drill this well in accordance with the attached exhibits.

The Conditions of Approval are also attached.

| N ABOVE SPACE DESCRIBE PROPOSED PROG | RAM: If proposal is to deepen or plug back, give data on present prod tinent data on subsurface locations and measured and true vertical dep | eductive zone and proposed new productive zone. pths. Give blowout preventer program, if any. |
|---|---|---|
| 24. SIGNED Winchall | TITLE Regulatory Specialist | 1012100 |
| (This space for Federal or State office use) | | |
| PERMIT NO. | APPROVAL DATE | NOTICE OF APPROVAL |
| Application approval does not warrant or certify that the ap- | plicant holds legal or equitable title to those rights in the subject lease which would | d entitle the applicant to conduct operations thereon. |
| CONDITIONS OF APPROVAL, IF ANY: | | |
| Kil. | Julion Resort | HACTOR III |
| APPROVED BY | TILLE TO SELECT MARKET | OTCOS DATE 15/17 / 200 3 |

*See Instructions On Reverse Side

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false; fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

NOV 1 9 2003

COAs Page 1 of 1 Well No.: Sundance 9-31-8-18

CONDITIONS OF APPROVAL APPLICATION FOR PERMIT TO DRILL

| Company/Operator: <u>Inland Production Company.</u> |
|---|
| Wall Name & Number Endamel 0.21 9.19 |
| Well Name & Number: Federal 9-31-8-18 |
| API Number 43-047-34931 |
| Loogo Nyambon II 74404 |
| Lease Number: U-74404 |
| Location: NESE Sec. 31 T.8S R. 18E |
| Agreement: N/A |

For more specific details on notification requirements, please check the Conditions of Approval for Notice to Drill and Surface Use Program.

CONDITIONS OF APPROVAL

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Be aware fire restrictions may be in effect when location is being constructed and/or when well is being drilled. Contact the appropriate Surface Management Agency for information.

Please submit to this office, in LAS format, an electronic copy of all logs run on this well This submission will replace the requirement for submittal of paper logs to the BLM.

In the event after-hours approvals are necessary, you must contact one of the following individuals:

Ed Forsman (435) 828-7874

Petroleum Engineer

Kirk Fleetwood (435) 828-7875

Petroleum Engineer

BLM FAX Machine (435) 781-4410

DIVISION OF OIL, GAS AND MINING

SPUDDING INFORMATION

| Name of Company: | INLAND PRO | ODUCTION CON | MPANY |
|-----------------------|-----------------------------|----------------|----------------|
| Well Name: | FEDERAL 9 | -31-8-18 | |
| Api No: 43-047-3493 | 31 | Lease Type: | FEDERAL |
| Section 31 Townshi | ip 08S Range | 18E County_ | UINTAH |
| Drilling Contractor | LEON ROSS RAT | <u>ΓHOLE</u> R | IG # |
| Time | 11/20/03 11:00 AM DRY | - | 7-CHD 3-85C |
| Drilling will commend | ce: | | |
| Reported by | PAT WISENE | ER | |
| Telephone # | 1-435-823-740 | 68 | |
| Date 11/20/2003 | Signed _ | CHD | |

| C | 7 |) | |
|---|---|---|--|
| ٢ | ₹ | ٦ | |
| Ī | | _ | |
| | | | |

STATE OF UTAH DIVISION OF OIL, GAS AND MINING
ENTITY ACTION FORM -FORM 6

| OPERATOR: | INLAND PRODUCTION COMPANY |
|-----------|---------------------------|
| ADDRESS: | RT. 3 BOX 3630 |
| | MYTON, UT 84052 |

OPERATOR ACCT. NO. N5160

| A 99 WELL 1 COMMENT ACTION CUE CODE ENTI | REKT N | 43-0 | 47-34931 | WELL NAME Federal 9-31-8-18 | NE/SE | sc 31 | WELL LO | RG 18E | COUNTY | SPUD DATE November 20, 2003 | DATE |
|--|---|----------------------------|---------------|-----------------------------|--------|----------|-------------|--|----------------|-----------------------------------|--------------------------|
| A 99 WELL 1 COMMENT ACTION CUR A 99 WELL 2 COMMENT ACTION CUR | 999 3 | 13-0 120 | 47-34931 | Federal 9-31-8-18 | | | | | | | 11/20/12 |
| ACTION CUR ACTION CUR A 99 WELL 2 COMMEN | REKT N | 20 | 47-34931 | Federal 9-31-8-18 | NE/SE | 31 | 85 | 185 | Llintah | November 20, 2003 | 11/2/10 |
| ACTION CUR ACTION CUR A 99 WELL 2 COMMEN | RENT N | | | | | | | 101 | Old HQ11 | 1 | 11000 |
| A 99 WELL 2 COMMEN | | | | | | | | | | | |
| A 99 WELL 2 COMMENT | TYNO ENT | A VE | PI NUATBER | WELL NAME | | | ELL LOCATIO | | - Allina | SPUD DATE | EFFECTIVE DATE |
| NEW 2 COMMEN | | TYNO. | | | QQ | sc | ΠP | RtG | COUNTY | | , |
| ACTION CUT | 999 🔝 | 43-0 | 47-34463 | Sundance 13-32-8-18 | SW/SW] | 32 | 85 | 18E | Uintah | November 20, 2003 | 112163 |
| | rs: G | Eli | | | | | | | | | |
| | | | | WELL NAME | | | WELLI | NOITAGE | | SPUD | EFFECTIVE |
| | | EW A | PINUMBER | WELL NAME | 90 | SC | TP | RG | COUNTY | DATE | |
| | | | | | | | | | _ | | |
| WELL 3 CONNEW | | | | | | | 38614 L | OCAFION | | SPUD | E-FECTIVE |
| | | | PINUMBER | WELL NAME | 96 | SC | TP | HG | COUNTY | DATE | DATE |
| CODE ENT | ITY NO. ENT | TY NO. | | | QQ | sc | | 1 | CODATT | - Shit | |
| WELL 4 COMMEN | TS: | | | | | | <u>L</u> | <u>. </u> | | <u> </u> | |
| | | | IN HIR MED | WELL NAME | | | VÆLLL | OCATION | | SPUD | EFFECTIVE |
| | | | JPI NUKABER | WELL NAME | 90 | SC | TF | RG | COUNTY | DATE | DATE |
| CODE ENT | TMB CAN YIII | TYNO | | | | | | | | | |
| WELL 5 COMILE | ITS: | | | | | | | | | Δ. Λ | |
| A - Establis B - Addres | See instructions on bit hew entity for new working entity on well from one existing | tino lisw signa) ile | 2 entity | | | | | | Stynatore | le Sous | L Kebbis S. Joi |
| D - Re-ess | | ng entity to a new entity. | | | | | | | Production Cli | ark / | November 21, 200 Date |
| NOTE. Use COM | MENT section to expla | in why each Ao≲on Code : | was selected. | | | | | | | | |

Final Abandonment Notice

009

| FORM 3160-5 | L'I'I' | TED STATES | FORM APPROVED |
|----------------------------------|--|--|---|
| (Ju = 1990) | DEPAR E | NT OF THE INTERIOR | Budget Bureau No. 1004-0135 |
| ř | BUREAU OF | LAND MANAGEMENT | Expires: March 31, 1993 |
| 0 9 SIIN | | | 5. Lease Designation and Serial No. |
| V 3 SUN | DRY NOTICES AN | D REPORTS ON WELLS | UTU-74404 |
| Do not use this form fo | r proposals to drill or to de | epen or reentry a different reservoir. | 6. If Indian, Allottee or Tribe Name |
| | Use "APPLICATION I | FOR PERMIT -" for such proposals | NA |
| | | | |
| | | | 7. If Unit or CA, Agreement Designation |
| | SUBMIT IN | N TRIPLICATE | N/A |
| l. Type of Well | | | 8. Well Name and No. |
| X Oil Well | Gas Well Other | | 8. Well Name and No. FEDERAL 9-31-8-18 |
| | <u> </u> | | 9. API Well No. |
| 2. Name of Operator | | | 43-047-34931 |
| INLAND PRODU | ICTION COMPANY | | 10. Field and Pool, or Exploratory Area |
| 3. Address and Telephone No. | | | 8 MILE FLAT NORTH |
| Rt. 3 Box 3630, N | lyton Utah, 84052 435- | 646-3721 | 11. County or Parish, State |
| 4. Location of Well (Footage, So | ec., T., R., m., or Survey Description | | |
| 2142 FSL 744 FE | L NE/SE Section | n 31, T8S R18E | UINTAH COUNTY, UT |
| 12. CHEC | K APPROPRIATE BOX(s |) TO INDIGATE NATURE OF NOTICE, | , REPORT, OR OTHER DATA |
| | UBMISSION | TY | PE OF ACTION |
| | | | |
| | Notice of Intent | Abandonment | Change of Plans |
| | | Recompletion | New Construction |
| X | Subsequent Report | Plugging Back | Non-Routine Fracturing |

Water Shut-Off

Conversion to Injection

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimate a date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to the work.

Casing Repair

On 11-20-03 MIRU Ross # 21. Spud well @ 11:00 am. Drill 315' of 12 1/4" hole with air mist. TIH w/ 7 Jt's 85/8" J-55 24# csgn. Set @ 312.42'/KB. On 11-20-03. Cement with 150 sks of Class "G" w/ 2% CaCL2 + 1/4# sk Cello-Flake Mixed @ 15.8 ppg > 1.17 cf/sk yeild. 4 bbls cement returned to surface. WOC.

Spud Notice

| I hereby certify that the foregoing is true and correct Signed | Title Dril | lling Foreman | Date | 11/22/2003 |
|---|-------------------|---------------|------|------------|
| Pat Wisener | | | | |
| CC: UTAH DOGM | | | | |
| (This space for Federal or State office use) | | | | |
| Approved by | Title | | Date | |
| Conditions of approval, if any: | | | | |
| CC: Utah DOGM | | | | |

INLAND PRODUCTION COMPANY - CASING & CEMENT REPORT

8 5/8 CASING SET 312.42

LAST CASING 8 5/8" SET AT 312.42 OPERATOR Inland Production Company DATUM ___12' KB WELL Federal 9-31-8-18 DATUM TO CUT OFF CASING FIELD/PROSPECT Monument Butte CONTRACTOR & RIG # Ross # 21 DATUM TO BRADENHEAD FLANGE TD DRILLER 307' LOGGER _____ HOLE SIZE 12 1/4 LOG OF CASING STRING: PIECES OD ITEM - MAKE - DESCRIPTION WT/FT GRD THREAD CONDT LENGTH 43' shoe jt 8rd 0.95 WHI - 92 csg head Α 8 5/8" Maverick ST&C csg 8rd 24# J-55 300.57 Α GUIDE 8rd 0.9 shoe TOTAL LENGTH OF STRING ` CASING INVENTORY BAL. FEET JTS 302.42 LESS CUT OFF PIECE TOTAL LENGTH OF STRING 302.42 LESS NON CSG. ITEMS 1.85 PLUS DATUM TO T/CUT OFF CSG 12 312.42 0 CASING SET DEPTH PLUS FULL JTS. LEFT OUT TOTAL 300.57 TOTAL CSG. DEL. (W/O THRDS) 300.57 COMPARE TIMING 1ST STAGE GOOD CIRC THRU JOB BEGIN RUN CSG. SPUD 11:00am Bbls CMT CIRC TO SURF CSG. IN HOLE 11/20/2003 bbls cement BEGIN CIRC RECIPROCATED PIPE F-N/A N/A BEGIN PUMP CMT IDID BACK PRES. VALVE HOLD? N/A BUMPED PLUG TO _____ BEGIN DSPL. CMT 200 PSI PLUG DOWN Cemented 11/20/2003 CEMENT USED CEMENT COMPANY-B. J. STAGE # SX CEMENT TYPE & ADDITIVES 1 150 Class "G" w/ 2% CaCL2 + 1/4#/sk Cello-Hake mixed @ 15.8 ppg 1.17 cf/sk yield CENTRALIZER & SCRATCHER PLACEMENT SHOW MAKE & SPACING Centralizers - Middle first, top second & third for 3 COMPANY REPRESENTATIVE Floyd Mitchell DATE <u>11/20/2003</u>

FORM 3160-5 (June 1990)

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

| FORM | APPRO | VICI | , | |
|------|-------|------|------|-----|
| D. J | D | NI. | 1004 | 010 |

Budget Bureau No. 1004-0135

| | Expires: | March 31 | , 1993 |
|----|--------------|-----------|-----------|
| 5. | Lease Design | ation and | Serial No |

| 010 | SUNDRY NOTICES AND REPORTS ON WELLS |
|-------|-------------------------------------|
| U A C | SOUDK! NOTICES AND REPORTS ON WELLS |

UTU-74404 Do not use this form for proposals to drill or to deepen or reentry a different reservoir. 6. If Indian, Allottee or Tribe Name Use "APPLICATION FOR PERMIT -" for such proposals NA 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE N/A 1. Type of Well Oil 8. Well Name and No. Well Well Other FEDERAL 9-31-8-18 9. API Well No. 2 Name of Operator 43-047-34931 INLAND PRODUCTION COMPANY 10. Field and Pool, or Exploratory Area 3. Address and Telephone No. **8 MILE FLAT NORTH** Rt. 3 Box 3630, Myton Utah, 84052 435-646-3721 11. County or Parish, State 4. Location of Well (Footage, Sec., T., R., m., or Survey Description) 2142 FSL 744 FEL NE/SE Section 31, T8S R18E **UINTAH COUNTY, UT**

| | ((s) TO INDICATE NATURE OF NOTICE, REPO | |
|--------------------------|---|--|
| TYPE OF SUBMISSION | I YPE OI | ACTION |
| Notice of Intent | Abandonment | Change of Plans |
| | Recompletion | New Construction |
| X Subsequent Report , | Plugging Back | Non-Routine Fracturing |
| | Casing Repair | Water Shut-Off |
| Final Abandonment Notice | Altering Casing | Conversion to Injection |
| | x Other Weekly Status Report | - Dispose Water |
| | | (Note: Report results of multiple completion on Well |
| | | Completion or Recompletion Report and Log form.) |

On 11/22/03. MIRU Eagle Rig # 1. Set equipment. Pressure test Bop's, Kelly, & TIW to 2,000 psi. Test 85/8" csgn to 1,500 psi. Vernal BLM office was notified of test. PU BHA and tag cement @ 265'. Drill out cement & shoe. Continue to drill a 77/8" hole with fresh water to a depth of 6190'. Lay down drill string, BHA. Open hole log from TD to surface. PU & MU guide shoe, 1 jt 51/2" J-55 15.5 # csgn. Float collar, & 137 Jt's 51/2" J-55 15.5 # csgn. Set @ 6176'/ KB. Cement with 320 sks Prem Lite II w/ 3% KCL, 10 % Gel, 5#"s sk CSE, 2#'s sk Kolseal, .8% Sms, 1/2# sks Celloflake. Mixed @ 11.0 ppg, >3.42 yld. Followed by 400 sks 50/50 Poz w/ 3% KCL, 2% Gel, .05% Static free, 1/2# sk Celloflake. Mixed @ 14.4 ppg, > 1.24 yld. Drop plug displace with 146 bbls fresh water, good returns thruout job, No cement to surface. Nipple down BOP's. set slips @ 85,000 # 's tension. Clean pit's & release rig @ 10:00 AM on 11/29/2003. Est. cement top @ 1035'

| 14. I hereby certify | y that the foregoing is tru | ie and correct | | | | |
|----------------------|-----------------------------|-------------------------|-------|------------------|---------------|--------------|
| Signed | \$life | mthus Floyd Mitchell | Title | Drilling Foreman | Date | 11/30/2003 |
| . CC: UTAH | LDOGM | Thoya mitonor | | | | |
| (This space f | or Federal or State office | use) | | | | 4.1 |
| Approved b | оу | | Title | | Date | |
| Conditions o | fapproval, if any: | | - | | - | DEC 0 7 2003 |
| CC: Lltah D | OGM | | | | | DEC 6 " TOO. |

^{13.} Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

FORM 3160-5 (September 2001)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0135 Expires January 31,2004

| | BUREAU OF LAND MANA | GEMENT | | | 5 I aman Carial i | 7 - 1,-20 |
|---|---|--|--|-------------------------------|--|---|
| L L DO NOLUSE | RY NOTICES AND REPC this form for proposals to well. Use Form 3160-3 (AF | i drill or to ro | antar an | | 5. Lease Serial UTU74 | |
| | | | | | | ace of Tribe Name. |
| SUBMIT IN 1 | TRIPLICATE - Other Ins | turctions on re | everse side | | 7. If Unit or CA | Agreement, Name and/or No. |
| Type of Well | | | | | | regreement, reame and/or two. |
| Oil Well Gas Well | Other | | | | EIGHT MILE | |
| Name of Operator | - Oulei | | | | 8. Well Name ar | |
| Inland Production Company | | | | | FEDERAL 9-3 | 1-8-18 |
| . Address Route 3 Box 3630 | | 3b. Phone No. (| include are coa | le) | 9. API Well No. 4304734931 | |
| Myton, UT 84052 | | 435.646.3721 | | , | | ol, or Exploratory Area |
| Location of Well (Footage, Se 2142 FSL 744 FEL | ec., T., R., M., or Survey Description | on) | | | Monument But | te |
| | 100 | | | | 11. County or Pa | rish, State |
| NE/SE Section 31 T8S R | 186 | | | | Uintah,UT | |
| 12. CHEC | K APPROPRIATE BOX(E | S) TO INIDIC | ATE NATU | IRE OF N | OTICE. OR O | THER DATA |
| TYPE OF SUBMISSION | | | - | F ACTION | | HERORITY |
| | Acidize | | | | | |
| Notice of Intent | Acidize Alter Casing | Deepen | | | n(Start/Resume) | ■ Water Shut-Off |
| Subsequent Report | Casing Repair | Fracture Tre New Constr | <u></u> | Reclamat | | Well Integrity |
| - outsequent report | Change Plans | Plug & Aba | | Recomple | | X Other |
| Final Abandonment Notice | Convert to Injector | Plug Back | ndon _ | Lemporar Water Dis | ily Abandon | Weekly Status Report |
| (5189-5206) (All 2 JSPF); #5 (4 flowed back through chokes. A swab tested for sand cleanup. A | tent bond log was run and a total of 103-5912') (4 JSPF); #2 (5792-58; 466-4472'), (4457-4460'), (4417-45); ervice rig was moved on well on BHA & production the string well was placed on production via rod | 22) (2 JSPF), #3 (4422') (All 4 JSPF 12/11/03. Bridge re run in and anche | (3444-3455') (4). Composite to plugs were drill street in well - For | 4 JSPF); #4 (flow-through | (5252-5262'), (524 frac plugs were us | 2-5248'), (5216-5221'), sed between stages. Fracs were |
| ereby certify that the foregoing is the control of | s true and correct | Title Office M Date 12/17/20 | | | | |
| | THIS SPACE FO | R FEDERAL | OR STATE | OFFICE | USE | |
| proved by | | | Title | | Date | - 10 Marin |
| iditions of approval, if any, are attach ch would entitle the applicant to conc | ed. Approval of this notice does not w. | arrant or | | | - | <u> </u> |
| ify that the applicant holds legal or ed | quitable title to those rights in the subje | at lease | Office | | | |

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious and fraudulent statements or representations as to any matter within its jurisdiction



January 20, 2004

State of Utah, Division of Oil, Gas and Mining Attn: Ms. Carol Daniels P.O. Box 145801 Salt Lake City, Utah 84144-5801

Attn:

Ms. Carol Daniels

Federal 9-31-8-18 (43-047-34931) Uintah County, Utah

Dear Ms. Carol Daniels

Enclosed is a Well Completion or Recompletion Report and Log form (Form 3160-4). We are no longer sending Log copies since Dave Jull of Phoenix Surveys is already doing so.

If you should have any questions, please contact me at (303) 382-4449.

Sincerely.

Brian Harris Engineering Tech

Enclosures

CC:

Bureau of Land Management

Vernal District Office, Division of Minerals

Attn: Edwin I. Forsman 170 South 500 East Vernal, Utah 84078

Well File – Denver Well File – Roosevelt Patsy Barreau/Denver Bob Jewett/Denver

Matt Richmond/Roosevelt

(See other in-

SUBMIT IN DUPLICATE* FORM APPROVED

OMB NO. 1004-0137

BDH

012

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

structions ons Expires: February 28, 1995 reverse side) 5. LEASE DESIGNATION AND SERIAL NO.

| WELL | COME | I ETION | LOP PECO | MADI ETICI | VI DO | | | | 6 IE NIDIA | | J-74404 |
|---------------------------------------|--|--------------------|----------------------------|--------------------------------|---------------|----------------|------------------------|--|--------------------------|-------------|--|
| 1a. TYPE OF WORK | . COIVIE | LETION | OR RECO | MPLETIO | NRE | PORT | AND LOG | ; * | U. IF INDIA | IN, ALLOTTE | E OR TRIBE NAME NA |
| Ta. TIPE OF WORK | ` | OIL | GA: | | | | | | 7. UNIT AC | GREEMENT I | |
| 1b. TYPE OF WELL | | WELL | X GAS | | ′ 🔲 | Other | | | | | |
| THE OF WEEK | • | | | | | | | | | | |
| NEW X | work [| DEEPEN | PLU | G DIFF | | | | | 8. FARM O | R LEASE NA | ME, WELL NO. |
| 2. NAME OF OPERATOR | OVER | DEEFEN | BAC | | | Other | | | ļ | Federa | 19-31-8-18 |
| 2. NAME OF OPERATOR | R | 1 | | | | | | ······································ | 9. WELL N | | . 3 31 3 10 |
| 3. ADDRESS AND TELE | PHONE NO. | I | NLAND RESC | JURCES INC | · | | | | | 43-04 | 17-34931 |
| | | 410 17t | h St. Suite 70 | Denver, Co | O 8020 |)2 | | | 10. FIELD A | ND POOL OF | |
| 4. LOCATION OF WE At Surface | ELL (Report I | ocations clearly | and in accordance wi | th any State requirer | ments *) | | | | II SEC T | | nent Butte LOCK AND SURVEY |
| At top prod. Interval re | morted balance | 2142 | FSL & 744' FEL | (NESE) Sec. 31 | , Twp 8 | S, Rng 18E | | | OR AREA | 1 | BOCK AND SORVEY |
| w top prod. Interval re | ported below | | | | | | | | Sec | . 31, Tw | p. 8S, Rng. 18E |
| At total depth | | | 14, APLN | | | | | | | | |
| | | | i i | 3-047-34931 | ı | DATE ISSUED | ; l/8/2003 | | 12. COUNTY | | 13. STATE |
| 15. DATE SPUDDED | | D. REACHED | 17. DATE COMP | L. (Ready to prod.) | 18. 1 | | DF. RKB, RT, GR, I | FTC)* | | intah | UT |
| 11/21/03 20. TOTAL DEPTH, MD & | | 1/29/03 | 12 | /16/2003 | | 4978 | 3' GL | 210.) | 4990' K | B | 19. ELEV. CASINGHEAD |
| TOTAL DEFTH, MD | x (VD | 21. PLUG BA | CK T.D., MD & TVD | 22. IF MULTI HOW MA | | PL., | 23. INTERVALS | ROTA | ARY TOOLS | | CABLE TOOLS |
| 6190' | | | 6158' | | MAY " | | DRILLED BY | - 1 | V | | |
| 4. PRODUCING INTERV | /AL(S), OF TH | S COMPLETION | TOP, BOTTOM, NAM | E (MD AND TVD)* | | | 1 | | X | | |
| | | | | River 441 | 7'-591 | 2' | | | | | 25. WAS DIRECTIONAL SURVEY MADE |
| 6. TYPE ELECTRIC AND | OTHER: == | 0.0101 | | | . 501 | | | | | | No |
| Dual Induction | Guard. S | SP. Compe | ensated Dens | ity Compone | atad N | loutron (| | | | | 27. WAS WELL CORED |
| 3. | | , | CAS | SING RECORD (Re | enert all e | trings not in | JR, Caliper | , Ceme | ent Bond | Log | No No |
| CASING SIZE/O | | WEIGHT | , LB./FT. DE | PTH SET (MD) | | OLE SIZE | | EMENT, CEN | MENTING RE | CORD | AMOUNT PULLED |
| 8-5/8" - J 5-1/2" - J | | 24 15. | | 312' | 1 | 2-1/4" | To surface | with 150 | sx Class | "G" cmt | AIMIOGINT FIDELED |
| 0 1/2 | J-00 | 10. | 5# | 6176' | | -7/8" | 320 sx Prem | ilite II and | 400 sx 5 | 0/50 Poz | |
| ()_ | | LIN | ER RECORD | | | | 30. | | | _ | |
| SIZE | то | P (MD) | BOTTOM (MD) | SACKS CEMEN | T* SC | REEN (MD) | SIZE. | | CUBING RE EPTH SET (A | | PACKER SET (MD) |
| | | | | | | | 2-7/8" | | EOT @ | 10) | TA @ |
| L PERFORATION REC | ODD (Intermed | | | | | | | | 5968 | | 5866' |
| | ERVAL | | SIZE | SPF/NUMBE | 32. | DEPTH INTE | ACID, SHOT | , FRACTU | RE, CEME | NT SQUEE | CZE, ETC. |
| | | 5903-5912' | .038" | 4/36 | | 5903- | | Frac w | v/ 29 872‡ | 20/40 sa | MATERIAL USED nd in 340 bbls fluid. |
| | | 5792-5822' | .038" | 2/60 | | 5792- | 5822' | | | | and in 730 bbls fluid. |
| | | 5444'-5455' | .038 | 4/44 | | 5444- | | | | | nd in 517 bbls fluid. |
| | | ', 526-5221' | | | | | | | | | o bolo naid. |
| | | 5252'-5262' | .038" | 2/76 | | 5189'- | 5262' | Frac w | / 139.662 | # 20/40 sa | and in 951 bbls fluid. |
| (GB4,6) 4417-2 | 22', 4457-6 | 0', 4466-72' | .038" | 4/56 | | 4417-4 | 4472' | | | | nd in 360 bbls fluid. |
| · · · · · · · · · · · · · · · · · · · | | | | ļ | | | | | | | |
| | - | | | | | | | | | | |
| * | | | | BBODI | UCTION | | | | | | |
| ATE FIRST PRODUCTION | | PRODUCTION | N METHOD (Flowing, g | as lift, pumpingsize an | id type of pu | .mp) | | | | WELLOT | ACHE (Day I |
| 12/16/20 ATE OF TEST | | | 2 | !-1/2" x 1-1/2" | ' x 15' | RHAC P | | | | | ATUS (Producing or shut-in) RODUCING |
| | | URS TESTED | CHOKE SIZE | PROD'N. FOR TEST PERIOD | OILBBLS | 3. | GASMCF. | WATER- | BBL | | GAS-OIL RATIO |
| 10 day ave | | | | > | (| 64 | 112 | İ | 16 | Ì | 1750 |
| OW. TUBING PRESS. | CA | SING PRESSURE | CALCULATED 24-HOUR RATE | OIL-BBL. | | GASMCF. | | WATERE | | DIL GRAVIT | Y-API (CORR.) |
| | | | > | | ļ | | 1 | | ĺ | | |
| DISPOSITION OF GAS (| (Sold, used for t | uel, vented, etc.) | | 1 | | | - | | EST WITNES | een ne | |
| LICT OF A PRODUCT | | | Sold & Used | for Fuel | | | | | ⇒or wiine? | SED BY | A. LOW |
| LIST OF ATTACHMEN | 18 | | | | | | | | | | |
| . I hereby certify that the | he foregoing | and altached in 6 | ormation is1 | | | | | | | | · |
| SIGNED | me foregoing. | Auguachen inn | ormation is complete | and correct as detern TITLE | nined fron | mall available | records ering Techi | nician | | | 4.00.1000 |
| Brian Ha | erris | 7 | | 11102_ | | Lingine | oning recin | inciali | | DATE_ | 1/20/2004 |

| TRUE MANUAL TOP MANUAL TRUE MANUAL TRUE MANUAL M | drill-stem, tests, including depth interval tested, cushion used, time tool open, recoveries); | interval tested, cushior | used, time tool open, i | drill-stem, tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures, and all recoveries); | 38. GEOLOGIC MARKERS | MARKERS | |
|--|--|--------------------------|-------------------------|---|----------------------|---------|----------|
| Well Name Garden Gulch Mkr 3874 Federal 9-31-8-18 | FORMATION | TOP | BOTTOM | DESCRIPTION, CONTENTS, ETC | | | |
| Mel Name Garden Gulch Mkr 3874 | | | | | | | |
| Well Name Garden Gulch Mkr 3874" | | | | | NAME | | TRUE |
| Federal 9-31-8-18 Garden Gulch Mkr Garden Gulch 1 Garden Gulch 1 Point 3 Mkr X Mkr X Mkr P-Mkr B Linestone Mkr B Linestone Mkr Gastle Peak Bassal Carbonate Total Depth (LOGGERS) | | - | | TALL TO THE | | | RT. DEPT |
| Garden Guleh 2 Garden Guleh 2 Point 3 Mkr X Mkr Y-Mkr Douglas Creek Mkr BiCarbonate Mkr Castle Peak Basal Carbonate Total Depth (LOGGERS) | | | | Well Name | Garden Gulch Mkr | 3874' | |
| Garden Guleh 2 Point 3 Mkr X Mkr Y-Mkr Douglas Creek Mkr Bicarbonate Mkr Castle Peak Basal Carbonate Total Depth (LOGGERS) | | | | reueral 9-31-8-18 | Garden Gulch 1 | 4098' | |
| Point 3 Mkr X Mkr Y-Mkr Bouglas Creek Mkr BiCarbonate Mkr Castle Peak Basal Carbonate Total Depth (LOGGERS) | | | | | Garden Gulch 2 | 4009, | |
| X Mkr Y-Mkr Douglas Creek Mkr BiCarbonate Mkr Castle Peak Basal Carbonate Total Depth (LOGGERS) | | | | | Point 3 Mkr | 4480, | |
| Y-Mkr Douglas Creek Mkr BiCarbonate Mkr Castle Peak Basal Carbonate Total Depth (LOGGERS) | | | | | X Mkr | 4703' | |
| Douglas Creek Mkr BiCarbonate Mkr Castle Peak Basal Carbonate Total Depth (LOGGERS | | | | | V-Mkr | 16971 | |
| BiCarbonate Mkr BiCarbonate Mkr Castle Peak Basal Carbonate Total Depth (LOGGERS) | | | | | Dongles Crost Man | .74/4 | |
| Basal Carbonate Total Depth (LOGGERS) | | | | | BiCorbonoto Mici | 48/0. | |
| Castle Peak Basal Carbonate Total Depth (LOGGERS | | | | | Dical pollate Miki | .0116 | |
| Castle Peak Basal Carbonate Total Depth (LOGGERS | | | | | B Limestone Wkr | - | |
| Basal Carbonate Total Depth (LOGGERS | | | | | Castle Peak | 5689 | |
| Total Depth (LOGGERS | | | | | Basal Carbonate | 6106' | |
| | | | | | Total Denth (LOGGERS | 6190 | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | - | | | - | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | İ | | | | | | |

FORM 3160-5 (Inne 1990)

| (NITÉD STATES | |
|----------------------------|--|
| DEPARTMENT OF THE INTERIOR | |
| BUREAU OF LAND MANAGEMENT | |

| | LAND MANAGEMENT | Budget Bureau No. 1004-0135 Expires: March 31, 1993 |
|---|--|--|
| SUNDRY NOTICES AN | D REPORTS ON WELLS | 5. Lease Designation and Serial No. UTU-74404 |
| Do not use this form for proposals to drill or to de Use "APPLICATION I | epen or reentry a different reservoir. FOR PERMIT -" for such proposals | 6. If Indian, Allottee or Tribe Name NA |
| SUBMIT IN | N TRIPLICATE | 7. If Unit or CA, Agreement Designation N/A |
| X Oil Gas Well Other | | 8. Well Name and No. FEDERAL 9-31-8-18 9. API Well No. |
| 2. Name of Operator INLAND PRODUCTION COMPANY 3. Address and Telephone No. | | 43-047-34931 10. Field and Pool, or Exploratory Area 8 MILE FLAT NORTH |
| Rt. 3 Box 3630, Myton Utah, 84052 435- Location of Well (Footage, Sec., T., R., m., or Survey Description) | | 11. County or Parish, State |
| | n 31, T8S R18E) TO INDICATE NATURE OF NOTICE, REPO | UINTAH COUNTY, UT ORT, OR OTHER DATA |
| TYPE OF SUBMISSION | F ACTION | |
| X Notice of Intent Subsequent Report Final Abandonment Notice | Abandonment Recompletion Plugging Back Casing Repair Altering Casing Other | Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection Dispose Water |
| | | (Note: Report results of multiple completion on Well |

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Formation water is produced to a steel storage tank. If the production water meets quality guidelines, it is transported to the Ashley, Monument Butte, Jonah, and Beluga water injection facilities by company or contract trucks. Subsequently, the produced water is injected into approved Class II wells to enhance Inland's secondary recovery project.

Water not meeting quality criteria, is disposed at Inland's Pariette #4 disposal well (Sec. 7, T9S R19E) or at State of Utah approved surface disposal facilities.

> Accepted by the Utah Division di Oil. Gas and Minney

FEB 1 3 2004

FORM APPROVED

| 14. I hereby certify that the foregoing jettue and correct Signed Mandie Crozier | 100 eas Title | Regulatory Specialist | Date | 2/11/2004 |
|--|---------------|-----------------------|------|-----------|
| CC: UTAH DOGM | | | | |
| (This space for Federal or State office use) | | | | |
| Approved by | Title | | Date | |
| Conditions of approval, if any: | | | | |
| CC: Utah DOGM | | | | |

Corporations Section P.O.Box 13697 Austin, Texas 78711-3697



Geoffrey S. Connor
Secretary of State

Office of the Secretary of State

The undersigned, as Secretary of State of Texas, does hereby certify that the attached is a true and correct copy of each document on file in this office as described below:

Newfield Production Company Filing Number: 41530400

Articles of Amendment

September 02, 2004

In testimony whereof, I have hereunto signed my name officially and caused to be impressed hereon the Seal of State at my office in Austin, Texas on September 10, 2004.





Secretary of State

ARTICLES OF AMENDMENT TO THE ARTICLES OF INCORPORATION OF INLAND PRODUCTION COMPANY

In the Office of the Secretary of State of Texas

SEP 02 2004

Corporations Section

Pursuant to the provisions of Article 4.04 of the Texas Business Corporation Act (the "TBCA"), the undersigned corporation adopts the following articles of amendment to the articles of incorporation:

ARTICLE 1 - Name

The name of the corporation is Inland Production Company.

ARTICLE 2 - Amended Name

The following amendment to the Articles of Incorporation was approved by the Board of Directors and adopted by the shareholders of the corporation on August 27, 2004.

The amendment alters or changes Article One of the Articles of Incorporation to change the name of the corporation so that, as amended, Article One shall read in its entirety as follows:

"ARTICLE ONE - The name of the corporation is Newfield Production Company."

ARTICLE 3 - Effective Date of Filing

This document will become effective upon filing.

The holder of all of the shares outstanding and entitled to vote on said amendment has signed a consent in writing pursuant to Article 9.10 of the TBCA, adopting said amendment, and any written notice required has been given.

IN WITNESS WHEREOF, the undersigned corporation has executed these Articles of Amendment as of the 1st day of September, 2004.

INLAND RESOURCES INC.

Susan G. Riggs, Treasurer



United States Department of the Interior



BUREAU OF LAND MANAGEMENT Utah State Office P.O. Box 45155 Salt Lake City, UT 84145-0155 http://www.blm.gov

IN REPLY REFER TO: 3106 (UT-924)

September 16, 2004

Memorandum

To:

Vernal Field Office

From:

Acting Chief, Branch of Fluid Minerals

Subject:

Merger Approval

Attached is an approved copy of the name change recognized by the Utah State Office. We have updated our records to reflect the merger from Inland Production Company into Newfield Production Company on September 2, 2004.

Michael Coulthard Acting Chief, Branch of Fluid Minerals

Milas L Contain

Enclosure

1. State of Texas Certificate of Registration

cc:

MMS, Reference Data Branch, James Sykes, PO Box 25165, Denver CO 80225 State of Utah, DOGM, Attn: Earlene Russell, PO Box 145801, SLC UT 84114

Teresa Thompson Joe Incardine Connie Seare

| | | 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - | | | |
|---------|--------|---|----------------------------|--------------------|------------------|
| UTSL- | 15855 | 61052 | 73088 | 76561 | |
| 071572A | 16535 | 62848 | 73089 | 76787 | |
| 065914 | 16539 | 63073B | 73520A | 76808 | |
| | 16544 | 63073D | 74108 | 76813 | |
| | 17036 | 63073E | 74805 | 76954 | 63073X |
| | 17424 | 63073O | 74806 | 76956 | 63098A |
| | 18048 | 64917 | 74807 | 77233 | 68528A |
| UTU- | 18399 | 64379 | 74808 | 77234 | 72086A |
| | 19267 | 64380 | 74389 | 77235 | 72613A |
| 02458 | 26026A | 64381 | 74390 | 77337 | 73520X |
| 03563 | 30096 | 64805 | 74391 | 77338 | 73320X 74477X |
| 03563A | 30103 | 64806 | 74392 | 77339 | 75023X |
| 04493 | 31260 | 64917 | 74393 | 77357 | 75023X 76189X |
| 05843 | 33992 | 65207 | 74398 | 77359 | 76331X |
| 07978 | 34173 | 65210 | 74399 | 77365 | 76788X |
| 09803 | 34346 | 65635 | 74400 | 77369 | 70788X 77098X |
| 017439B | 36442 | 65967 | 74404 | 77370 | 77107X |
| 017985 | 36846 | 65969 | 74405 | 77546 | 77107X 77236X |
| 017991 | 38411 | 65970 | 74406 | 77553· | 77236X 77376X |
| 017992 | 38428 | 66184 | 74411 | 77554 | 77570X 78560X |
| 018073 | 38429 | 66185 | 74805 | 78022 | 79485X |
| 019222 | 38431 | 66191 | 74806 | 79013· | 79463X 79641X |
| 020252 | 39713 | 67168 | 74826 | 79013 | 80207X |
| 020252A | 39714 | 67170 | 74827 | 79014 | 81307X |
| 020254 | 40026 | 67208 | 74835 | 79016 ⁻ | 01307A |
| 020255 | 40652 | 67549 | 74868 | 79017 | |
| 020309D | 40894 | 67586 | 74869 | 79831 | |
| 022684A | 41377 | 67845 | 74870 | 79832 | |
| 027345 | 44210 | 68105 | 74872 | 79833 [,] | |
| 034217A | 44426 | 68548 | 74970 | 79831 | |
| 035521 | 44430 | 68618 | 75036 | 79834 | |
| 035521A | 45431 | 69060 | 75037 | 80450 | |
| 038797 | 47171 | 69061 | 75038 | 80915 | |
| 058149 | 49092 | 69744 | 75039 | 81000 | |
| 063597A | 49430 | 70821 | 75075 | 01000 | |
| 075174 | 49950 | 72103 | 75078 | | |
| 096547 | 50376 | 72104 | 75089 | | |
| 096550 | 50385 | 72105 | 75090 | | |
| | 50376 | 72106 | 75234 | | |
| | 50750 | 72107 | 7523 4 75238 | | |
| 10760 | 51081 | 72108 | 76239 | • | |
| 11385 | 52013 | 73086 | 76240 | | |
| 13905 | 52018 | 73087 | 76241 | | |
| 15392 | 58546 | 73807 | 76560 | | |
| 1000m | JUJTU | 13001 | 10300 | | |

Division of Oil, Gas and Mining

OPERATOR CHANGE WORKSHEET

013

Change of Operator (Well Sold)

ROUTING

1. GLH

2. CDW

3. FILE

Designation of Agent/Operator

X Operator Name Change

Merger

| The operator of the well(s) listed below has changed, effective: | | | 9/1/2004 | | | | | | |
|--|-----|------|---|----------------|--------------|---------------|--------------|----------------|---|
| ` ' ' | | | TO: (New Operator): N2695-Newfield Production Company Route 3 Box 3630 Myton, UT 84052 | | | | | | |
| Phone: 1-(435) 646-3721 | | | | Phone: 1-(435) | 646-3721 | | | | |
| CA | No. | | | Unit: | , | | | | |
| WELL(S) | | | | | | | | | |
| NAME | SEC | TWN | RNG | API NO | ENTITY NO | LEASE TYPE | WELL TYPE | WELL STATUS | |
| FEDERAL 3-31-8-18 | | | | 4304734496 | | Federal | OW | P | I |
| FEDERAL 4-31-8-18 | 31 | 080S | 180E | 4304734497 | 13942 | Federal | OW | DRL |] |
| FEDERAL 5-31-8-18 | 31 | 080S | 180E | 4304734498 | 13898 | Federal | OW | P |] |
| FEDERAL 6-31-8-18 | 31 | 080S | 180E | 4304734499 | 13960 | Federal | OW | P |] |
| FEDERAL 7-31-8-18 | 31 | 080S | 180E | 4304734500 | 13925 | Federal | OW | P |] |
| FEDERAL 11-31-8-18 | 31 | 080S | 180E | 4304734501 | 13924 | Federal | OW | P |] |
| FEDERAL 12-31-8-18 | 31 | 080S | 180E | 4304734502 | 13958 | Federal | OW | P |] |
| FEDERAL 13-31-8-18 | 31 | 080S | 180E | 4304734503 | 14324 | Federal | OW | P | |
| FEDERAL 8-31-8-18 | 31 | 080S | 180E | 4304734504 | 13961 | Federal | OW | P |] |
| FEDERAL 10-31-8-18 | 31 | 080S | 180E | 4304734930 | 13986 | Federal | OW | P |] |
| FEDERAL 9-31-8-18 | 31 | 080S | 180E | 4304734931 | 13963 | Federal | ow | P |] |
| FEDERAL 2-1-9-17 | 01 | 090S | 170E | 4304734938 | | Federal | ow | APD |] |
| FEDERAL 3-1-9-17 | 01 | 090S | 170E | 4304734939 | | Federal | OW | APD |] |
| FEDERAL 8-1-9-17 | 01 | 090S | 170E | 4304734940 | | Federal | OW | APD |] |
| FEDERAL 5-6-9-18 | 06 | 090S | 180E | 4304734932 | | Federal | OW | APD | |
| FEDERAL 6-6-9-18 | 06 | 090S | 180E | 4304734933 | 14152 | Federal | OW | P |] |
| FEDERAL 7-6-9-18 | 06 | 090S | 180E | 4304734934 | 14126 | Federal | OW | P | |
| FEDERAL 8-6-9-18 | 06 | 090S | 180E | 4304734935 | | Federal | OW | APD |] |
| FEDERAL 13-6-9-18 | 06 | 090S | 180E | 4304734936 | 14049 | Federal | OW | P | |
| FEDERAL 14-6-9-18 | 06 | 090S | 180E | 4304734937 | 14064 | Federal | OW | P | |

OPERATOR CHANGES DOCUMENTATION

Enter date after each listed item is completed

(R649-8-10) Sundry or legal documentation was received from the FORMER operator on: 9/15/2004
 (R649-8-10) Sundry or legal documentation was received from the NEW operator on: 9/15/2004

3. The new company was checked on the Department of Commerce, Division of Corporations Database on:

2/23/2005

4. Is the new operator registered in the State of Utah:

YES Business Number:

755627-0143

5. If NO, the operator was contacted contacted on:

| 6a. (R649-9-2)Waste Management Plan has been received on: | IN PLACE | | |
|---|-------------------------|----------------------|-----------------------|
| 6b. Inspections of LA PA state/fee well sites complete on: | waived | | |
| | | | |
| 7. Federal and Indian Lease Wells: The BLM and or | the BIA has appro | oved the merger, r | name change. |
| or operator change for all wells listed on Federal or Indian lea | | BLM | BIA |
| 0 F.J., J., J., J., J., J., J., J., J., J., | | | |
| 8. Federal and Indian Units: The BLM or BIA has approved the successor of unit operat | or for wells listed on | n/a | |
| The BETT of BIT has approved the successor of this operation | or for world fisted on. | | |
| 9. Federal and Indian Communization Agreement | ` ' | | |
| The BLM or BIA has approved the operator for all wells lis | sted within a CA on: | na/ | |
| 10. Underground Injection Control ("UIC") The | e Division has approv | ed UIC Form 5, Tra | nsfer of Authority to |
| Inject, for the enhanced/secondary recovery unit/project for t | he water disposal wel | ll(s) listed on: | 2/23/2005 |
| | | | |
| DATA ENTRY: | | | |
| 1. Changes entered in the Oil and Gas Database on: | 2/28/2005 | | |
| 2. Changes have been entered on the Monthly Operator Change | ge Spread Sheet on: | 2/28/200 | 5 |
| 3. Bond information entered in RBDMS on: | 2/28/2005 | | |
| 4. Fee/State wells attached to bond in RBDMS on: | 2/28/2005 | | |
| 5. Injection Projects to new operator in RBDMS on: | 2/28/2005 | | |
| 6. Receipt of Acceptance of Drilling Procedures for APD/New of | on: | waived | |
| FEDERAL WELL(S) BOND VERIFICATION: | | | |
| 1. Federal well(s) covered by Bond Number: | UT 0056 | | |
| INDIAN WELL(S) BOND VERIFICATION: | | | |
| 1. Indian well(s) covered by Bond Number: | 61BSBDH2912 | | |
| | | | |
| FEE & STATE WELL(S) BOND VERIFICATION 1. (R649-3-1) The NEW operator of any fee well(s) listed cover | | 61DCDDU2 | 010 |
| 1. (R049-3-1) The NEW operator of any fee well(s) listed cover | red by Bond Number | 61BSBDH2 | - |
| 2. The FORMER operator has requested a release of liability from | om their bond on: | n/a* | |
| The Division sent response by letter on: | n/a | | |
| LEASE INTEREST OWNER NOTIFICATION: | | | |
| 3. (R649-2-10) The FORMER operator of the fee wells has been | n contacted and infort | ned by a letter from | the Division |
| of their responsibility to notify all interest owners of this chan | ge on: | n/a | |
| COMMENTS: | | | |
| *Bond rider changed operator name from Inland Production Com | pany to Newfield Pro | duction Company - 1 | received 2/23/05 |
| | | | |
| | | | |
| | | | |



United States Department of the Interior

BUREAU OF LAND MANAGEMENT Utah State Office P.O. Box 45155 Salt Lake City, UT 84145-0155



IN REPLY REFER TO 3180 UT-922

June 30, 2005

Newfield Production Company Attn: Kelly L. Donohoue 1401 Seventeenth Street, Suite 1000 Denver, Colorado 80202

Gentlemen:

The Sundance (Green River) Unit Agreement, Uintah County, Utah, was approved June 30, 2005. This agreement has been designated No. UTU82472X, and is effective July 1, 2005. The unit area embraces 11,143.86 acres, more or less.

Pursuant to regulations issued and effective June 17, 1988, all operations within the Sundance (Green River) Unit will be covered by your nationwide (Utah) oil and gas bond No. 0056.

The following leases embrace lands included within the unit area:

| UTU0075174 | UTU39713 | UTU65970* | UTU79013* |
|------------|-----------|-----------|-----------|
| UTU16539* | UTU39714 | UTU74404 | UTU79014* |
| UTU16540 | UTU44429 | UTU74835 | UTU80915 |
| UTU17424* | UTU64806* | UTU74872* | UTU82205 |
| UTU18043 | UTU65969 | UTU75234 | 0.002200 |

^{*} Indicates lease to be considered for segregation by the Bureau of Land Management pursuant to Section 18 (g) of the unit agreement and Public Law 86-705. 2005-009

All lands and interests by State of Utah, Cause No. 228-08 are fully committed.

Approval of this agreement does not warrant or certify that the operator thereof and other holders of operating rights hold legal or equitable title to those rights in the subject leases which are committed hereto.

> RECEIVED JUL 0 / 2005

We are of the opinion that the agreement is necessary and advisable in the public interest and for the purpose of more properly conserving natural resources. Certification-Determination, signed by the School and Institutional Trust Land Administration for the State of Utah, is attached to the enclosed agreement. We request that you furnish the State of Utah and all other interested principals with appropriate evidence of this approval.

Sincerely,

/s/ Terry Catlin

Terry Catlin Acting Chief, Branch of Fluid Minerals

Enclosure

bcc: Mary Higgins w/enclosure

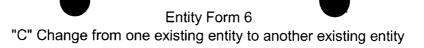
MMS - Data Management Division (Attn: James Sykes)

Trust Lands Administration
Division of Oil, Gas and Mining
Field Manager - Vernal w/enclosure

File - Sundance (Green River) Unit w/enclosure

Agr. Sec. Chron Fluid Chron Central Files

UT922:TAThompson:tt:06/30/2005



| API | Well | Sec | Twsp | Rng | Entity | Entity Eff Date |
|------------|------------------------|-----|------|------|----------------|-----------------|
| 4301316218 | CASTLE DRAW 16-10-9-17 | 10 | 090S | 170E | 8120 to 14844 | 9/20/2005 |
| 4301330568 | FEDERAL 8-10-9-17 | 10 | 090S | 170E | 8000 to 14844 | 9/20/2005 |
| 4301332502 | FEDERAL 9-10-9-17 | 10 | 090S | 170E | 14325 to 14844 | 9/20/2005 |
| 4301331593 | MON FED 11-11-9-17Y | 11 | 090S | 170E | 11904 to 14844 | 9/20/2005 |
| 4301332486 | FEDERAL 5-11-9-17 | 11 | 090S | 170E | 14285 to 14844 | 9/20/2005 |
| 4301332510 | FEDERAL 13-11-9-17 | 11 | 090S | 170E | 14273 to 14844 | 9/20/2005 |
| 4301332544 | FEDERAL 12-11-9-17 | 11 | 090S | 170E | 14613 to 14844 | 9/20/2005 |
| 4301332704 | FEDERAL 12-14-9-17 | 14 | 090S | 170E | 14786 to 14844 | 9/20/2005 |
| 4301331023 | FEDERAL 15-1-B | 15 | 090S | 170E | 10201 to 14844 | 9/20/2005 |
| | | | | | | |
| 4304734494 | FEDERAL 1-31-8-18 | 31 | 080S | 180E | 13927 to 14844 | 9/20/2005 |
| 4304734495 | FEDERAL 2-31-8-18 | 31 | 080S | 180E | 13959 to 14844 | 9/20/2005 |
| 4304734496 | FEDERAL 3-31-8-18 | 31 | 080S | 180E | 13915 to 14844 | 9/20/2005 |
| 4304734497 | FEDERAL 4-31-8-18 | 31 | 080S | 180E | 13942 to 14844 | 9/20/2005 |
| 4304734498 | FEDERAL 5-31-8-18 | 31 | 080S | 180E | 13898 to 14844 | 9/20/2005 |
| 4304734499 | FEDERAL 6-31-8-18 | 31 | 080S | 180E | 13960 to 14844 | 9/20/2005 |
| 4304734500 | FEDERAL 7-31-8-18 | 31 | 080S | 180E | 13925 to 14844 | 9/20/2005 |
| 4304734501 | FEDERAL 11-31-8-18 | 31 | 080S | 180E | 13924 to 14844 | 9/20/2005 |
| 4304734502 | FEDERAL 12-31-8-18 | 31 | 080S | 180E | 13958 to 14844 | 9/20/2005 |
| 4304734503 | FEDERAL 13-31-8-18 | 31 | 080S | 180E | 14324 to 14844 | 9/20/2005 |
| 4304734504 | FEDERAL 8-31-8-18 | 31 | 080S | 180E | 13961 to 14844 | 9/20/2005 |
| 4304734930 | FEDERAL 10-31-8-18 | 31 | 080S | 180E | 13986 to 14844 | 9/20/2005 |
| 4304734931 | FEDERAL 9-31-8-18 | 31 | 080S | 180E | 13963 to 14844 | 9/20/2005 |
| 4304731116 | NGC ST 33-32 | 32 | 080S | 180E | 6210 to 14844 | 9/20/2005 |
| 4304732500 | STATE 31-32 | 32 | 080S | 180E | 11645 to 14844 | 9/20/2005 |
| 4304732685 | SUNDANCE ST 5-32 | 32 | 080S | 180E | 11781 to 14844 | 9/20/2005 |
| 4304732740 | SUNDANCE ST 1-32R-8-18 | 32 | 080S | 180E | 11886 to 14844 | 9/20/2005 |
| 4304732741 | SUNDANCE ST 3-32 | 32 | 080S | 180E | 12059 to 14844 | 9/20/2005 |
| 4304732827 | SUNDANCE ST 4-32 | 32 | 080S | 180E | 12106 to 14844 | 9/20/2005 |
| 4304734458 | SUNDANCE 7-32-8-18 | 32 | 080S | 180E | 13987 to 14844 | 9/20/2005 |
| 4304734459 | SUNDANCE 8-32-8-18 | 32 | 080S | 180E | 14047 to 14844 | 9/20/2005 |
| 4304734460 | SUNDANCE 9-32-8-18 | 32 | 080S | 180E | 13988 to 14844 | 9/20/2005 |
| 4304734461 | SUNDANCE 11-32-8-18 | 32 | 080S | 180E | 13962 to 14844 | 9/20/2005 |
| 4304734462 | SUNDANCE 12-32-8-18 | 32 | 080S | 180E | 14031 to 14844 | 9/20/2005 |
| 4304734463 | SUNDANCE 13-32-8-18 | 32 | 080S | 180E | 13964 to 14844 | 9/20/2005 |
| 4304734464 | SUNDANCE 14-32-8-18 | 32 | 080S | 180E | 14046 to 14844 | 9/20/2005 |



UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

REGION 8
999 18th STREET - SUITE 300
DENVER, CO 80202-2466
http://www.epa.gov/region08

JUL 14 2006

Ref: 8P-W-GW

<u>CERTIFIED MAIL</u> RETURN RECEIPT REQUESTED

David Gerbig Newfield Production Company 1401 Seventeenth Street Suite 1000 Denver, CO 80202 Accepted by the
Utah Division of
Oil, Gas and Mining
FOR RECORD ONLY

43.047.34931 SS 18F 31

Re: Underground Injection Control Program
Permit for the Federal 9-31-8-18 Well
Uintah County, UT
EPA Permit No. UT21024-06977

Dear Mr. Gerbig:

Enclosed is your copy of the FINAL Underground Injection Control (UIC) Permit for the proposed Federal 9-31-8-18 injection well. A Statement of Basis, which discusses development of the conditions and requirements of the Permit, also is included.

Please note that under the terms of the Final Permit, you are authorized only to construct the proposed injection well, and must fulfill the "Prior to Commencing Injection" requirements of the Permit, Part II Section C Subpart 1 and obtain written Authorization to Inject prior to commencing injection. It is your responsibility to be familiar with and to comply with all provisions of the Final Permit.

The Permit and the authorization to inject are issued for the operating life of the well unless terminated (Part III, Section B). The EPA will review this Permit at least every five (5) years to determine whether action under 40 CFR § 144.36(a) is warranted.

RECEIVED

JUL 1 9 2006



If you have any questions on the enclosed Final Permit or Statement of Basis, please call Emmett Schmitz of my staff at (303) 312-6174, or toll-free at (800) 227-8917, ext. 6174.

Sincerely,

Carl L. Carbell for Stephen S. Tuber

Assistant Regional Administrator

Office of Partnerships and Regulatory Assistance

enclosure:

Final UIC Permit

Statement of Basis

Form 7520-7 Application to Transfer Permit

Form 7520-11 Monitoring Report Form 7520-14 Plugging Plan

Form 7520-12 Well Rework Record Groundwater Section Guidance 34 Groundwater Section Guidance 35 Groundwater Section Guidance 37 Groundwater Section Guidance 39

cc:

w/ enclosures:

Maxine Natchees
Acting Chairperson
Uintah & Ouray Business Committee
Ute Indian Tribe

S. Elaine Willie Environmental Coordinator Ute Indian Tribe

Lynn Becker Director Energy & Minerals Dept. Ute Indian T ribe Chester Mills
Superintendent
Bureau of Indian Affairs
Uintah & Ouray Indian Agency

Michael Guinn Vice President - Operations Newfield Production Company Myton, Utah

Gilbert Hunt Technical Services Manager State of Utah - Natural Resources

Fluid Minerals Engineering Office U.S. Bureau of Land Management Vernal, Utah

\$EPA

UNDERGROUND INJECTION CONTROL PROGRAM PERMIT

PREPARED: July 2006

Permit No. UT21024-06977

Class II Enhanced Oil Recovery Injection Well

Federal 9-31-8-18 Uintah County, UT

Issued To

Newfield Production Company

1401 Seventeenth Street Suite 1000 Denver, CO 80202

Part I. AUTHORIZATION TO CONSTRUCT AND OPERATE

Under the authority of the Safe Drinking Water Act and Underground Injection Control (UIC) Program regulations of the U. S. Environmental Protection Agency (EPA) codified at Title 40 of the Code of Federal Regulations (40 CFR) Parts 2, 124, 144, 146, and 147, and according to the terms of this Permit,

Newfield Production Company 1401 Seventeenth Street Suite 1000 Denver, CO 80202

is authorized to construct and to operate the following Class II injection well or wells:

Federal 9-31-8-18 2142' FSL & 744' FEL, NESE S31, T8S, R18E Uintah County, UT

Permit requirements herein are based on regulations found in 40 CFR Parts 124, 144, 146, and 147 which are in effect on the Effective Date of this Permit. Issuance of this Permit does not convey any property rights of any sort, nor does it authorize any injury to persons or property or invasion of other private rights, or any infringement of other federal, State or local law or regulation.

This Permit is based on representations made by the applicant and on other information contained in the Administrative Record. Misrepresentation of information or failure to fully disclose all relevant information may be cause for termination, revocation and reissuance, or modification of this Permit and/or formal enforcement action. This Permit will be reviewed periodically to determine whether action under 40 CFR 144.36(a) is required.

This Permit is issued for the life of the well or wells unless modified, revoked and reissued, or terminated under 40 CFR 144.39 or 144.40. This Permit may be adopted, modified, revoked and reissued, or terminated if primary enforcement authority for this program is delegated to an Indian Tribe or a State. Upon the effective date of delegation, all reports, notifications, questions and other compliance actions shall be directed to the Indian tribe or State Program Director or designee.

Issue Date: _

JUL 14 2006

Effective Date

JUL 1 4 2006

Stephen S. Tuber $^{
u}$

Carl L. Can

Assistant Regional Administrator*

Office of Partnerships and Regulatory Assistance

*NOTE: The person holding this title is referred to as the "Director" throughout this Permit.

PART II. SPECIFIC PERMIT CONDITIONS

Section A. WELL CONSTRUCTION REQUIREMENTS

These requirements represent the approved minimum construction standards for well casing and cement, injection tubing, and packer.

Details of the approved well construction plan are incorporated into this Permit as APPENDIX A. Changes to the approved plan that may occur during construction must be approved by the Director prior to being physically incorporated.

1. Casing and Cement.

The well or wells shall be cased and cemented to prevent the movement of fluids into or between underground sources of drinking water. The well casing and cement shall be designed for the life expectancy of the well and of the grade and size shown in APPENDIX A. Remedial cementing may be required if shown to be inadequate by cement bond log or other attempted demonstration of Part II (External) mechanical integrity.

2. Injection Tubing and Packer.

Injection tubing is required, and shall be run and set with a packer at or below the depth indicated in APPENDIX A. The packer setting depth may be changed provided it remains below the depth indicated in APPENDIX A and the Permittee provides notice and obtains the Director's approval for the change.

3. Sampling and Monitoring Devices.

The Permittee shall install and maintain in good operating condition:

- (a) a "tap" at a conveniently accessible location on the injection flow line between the pump house or storage tanks and the injection well, isolated by shut-off valves, for collection of representative samples of the injected fluid; and
- (b) one-half (1/2) inch female iron pipe fitting, isolated by shut-off valves and located at the wellhead at a conveniently accessible location, for the attachment of a pressure gauge capable of monitoring pressures ranging from normal operating pressures up to the Maximum Allowable Injection Pressure specified in APPENDIX C:
 - (i) on the injection tubing; and
 - (ii) on the tubing-casing annulus (TCA); and
- (c) a pressure actuated shut-off device attached to the injection flow line set to shutoff the injection pump when or before the Maximum Allowable Injection Pressure specified in APPENDIX C is reached at the wellhead; and
- (d) a non-resettable cumulative volume recorder attached to the injection line.

4. Well Logging and Testing

Well logging and testing requirements are found in APPENDIX B. The Permittee shall ensure the log and test requirements are performed within the time frames specified in APPENDIX B. Well logs and tests shall be performed according to current EPA-approved procedures. Well log and test results shall be submitted to the Director within sixty (60) days of completion of the logging or testing activity, and shall include a report describing the methods used during logging or testing and an interpretation of the test or log results.

5. Postponement of Construction or Conversion

The Permittee shall complete well construction within one year of the Effective Date of the Permit, or in the case of an Area Permit within one year of authorization of the additional well. Authorization to construct and operate shall expire if the well has not been constructed within one year of the Effective Date of the Permit or authorization and the Permit may be terminated under 40 CFR 144.40, unless the Permittee has notified the Director and requested an extension prior to expiration. Notification shall be in writing, and shall state the reasons for the delay and provide an estimated completion date. Once Authorization has expired under this part, the complete permit process including opportunity for public comment may be required before Authorization to construct and operate may be reissued.

6. Workovers and Alterations

Workovers and alterations shall meet all conditions of the Permit. Prior to beginning any addition or physical alteration to an injection well that may significantly affect the tubing, packer or casing, the Permittee shall give advance notice to the Director and obtain the Director's approval. The Permittee shall record all changes to well construction on a Well Rework Record (EPA Form 7520-12), and shall provide this and any other record of well workover, logging, or test data to EPA within sixty (60) days of completion of the activity.

A successful demonstration of Part I MI is required following the completion of any well workover or alteration which affects the casing, tubing, or packer. Injection operations shall not be resumed until the well has successfully demonstrated mechanical integrity and the Director has provided written approval to resume injection.

Section B. MECHANICAL INTEGRITY

The Permittee is required to ensure each injection well maintains mechanical integrity at all times. The Director, by written notice, may require the Permittee to comply with a schedule describing when mechanical integrity demonstrations shall be made.

An injection well has mechanical integrity if:

- (a) There is no significant leak in the casing, tubing, or packer (Part I); and
- (b) There is no significant fluid movement into an underground source of drinking water throught vertical channels adjacent to the injection well bore (Part II).

1. Demonstration of Mechanical Integrity (MI).

The operator shall demonstrate MI prior to commencing injection and periodically thereafter. Well-specific conditions dictate the methods and the frequency for demonstrating MI and are discussed in the Statement of Basis. The logs and tests are designed to demonstrate both internal (Part I) and external (Part II) MI as described above. The conditions present at this well site warrant the methods and frequency required in Appendix B of this Permit.

In addition to these regularly scheduled demonstrations of MI, the operator shall demonstrate internal (Part I) MI after any workover which affects the tubing, packer or casing.

The Director may require additional or alternative tests if the results presented by the operator are not satisfactory to the Director to demonstrate there is no movement of fluid into or between USDWs resulting from injection activity. Results of MI tests shall be submitted to the Director as soon as possible but no later than sixty (60) days after the test is complete.

2. Mechanical Integrity Test Methods and Criteria

EPA-approved methods shall be used to demonstrate mechanical integrity. Ground Water Section Guidance No. 34 "Cement Bond Logging Techniques and Interpretation", Ground Water Section Guidance No. 37, "Demonstrating Part II (External) Mechanical Integrity for a Class II injection well permit", and Ground Water Section Guidance No. 39, "Pressure Testing Injection Wells for Part I (Internal) Mechanical Integrity" are available from EPA and will be provided upon request.

The Director may stipulate specific test methods and criteria best suited for a specific well construction and injection operation.

3. Notification Prior to Testing.

The Permittee shall notify the Director at least 30 days prior to any scheduled mechanical integrity test. The Director may allow a shorter notification period if it would be sufficient to enable EPA to witness the mechanical integrity test. Notification may be in the form of a yearly or quarterly schedule of planned mechanical integrity tests, or it may be on an individual basis.

4. Loss of Mechanical Integrity.

If the well fails to demonstrate mechanical integrity during a test, or a loss of mechanical integrity becomes evident during operation (such as presence of pressure in the TCA, water flowing at the surface, etc.), the Permittee shall notify the Director within 24 hours (see Part III Section E Paragraph 11(e) of this Permit) and the well shall be shut-in within 48 hours unless the Director requires immediate shut-in.

Within five days, the Permittee shall submit a follow-up written report that documents test results, repairs undertaken or a proposed remedial action plan.

Injection operations shall not be resumed until after the well has successfully been repaired and demonstrated mechanical integrity, and the Director has provided approval to resume injection.

Section C. WELL OPERATION

INJECTION BETWEEN THE OUTERMOST CASING PROTECTING UNDERGROUND SOURCES OF DRINKING WATER AND THE WELL BORE IS PROHIBITED.

Injection is approved under the following conditions:

1. Requirements Prior to Commencing Injection.

Well injection, including for new wells authorized by an Area Permit under 40 CFR 144.33 (c), may commence only after all well construction and pre-injection requirements herein have been met and approved. The Permittee may not commence injection until construction is complete, and

- (a) The Permittee has submitted to the Director a notice of completion of construction and a completed EPA Form 7520-10 or 7520-12; all applicable logging and testing requirements of this Permit (see APPENDIX B) have been fulfilled and the records submitted to the Director; mechanical integrity pursuant to 40 CFR 146.8 and Part II Section B of this Permit has been demonstrated; and
 - (i) The Director has inspected or otherwise reviewed the new injection well and finds it is in compliance with the conditions of the Permit; or
 - (ii) The Permittee has not received notice from the Director of his or her intent to inspect or otherwise review the new injection well within 13 days of the date of the notice in Paragraph 1a, in which case prior inspection or review is waived and the Permittee may commence injection.

2. Injection Interval.

Injection is permitted only within the approved injection interval, listed in APPENDIX C. Additional individual injection perforations may be added provided that they remain within the approved injection interval and the Permittee provides notice to the Director in accordance with Part II, Section A, Paragraph 6.

3. Injection Pressure Limitation

- (a) The permitted Maximum Allowable Injection Pressure (MAIP), measured at the wellhead, is found in APPENDIX C. Injection pressure shall not exceed the amount the Director determines is appropriate to ensure that injection does not initiate new fractures or propagate existing fractures in the confining zone adjacent to USDWs. In no case shall injection pressure cause the movement of injection or formation fluids into a USDW.
- (b) The Permittee may request a change of the MAIP, or the MAIP may be increased or decreased by the Director in order to ensure that the requirements in Paragraph (a) above are fulfilled. The Permittee may be required to conduct a step rate injection test or other suitable test to provide information for determining the fracture pressure of the injection zone. Change of the permitted MAIP by the Director shall be by modification of this Permit and APPENDIX C.

4. Injection Volume Limitation.

Injection volume is limited to the total volume specified in APPENDIX C.

5. Injection Fluid Limitation.

Injected fluids are limited to those identified in 40 CFR 144.6(b)(2) as fluids used for enhanced recovery of oil or natural gas, including those which are brought to the surface in connection with conventional oil or natural gas production that may be commingled with waste waters from gas plants which are an integral part of production operations unless those waters are classified as a hazardous waste at the time of injection, pursuant to 40 CFR 144.6(b). Non-exempt wastes, including unused fracturing fluids or acids, gas plant cooling tower cleaning wastes, service wastes and vacuum truck wastes, are NOT approved for injection. This well is NOT approved for commercial brine injection, industrial waste fluid disposal or injection of hazardous waste as defined by CFR 40 Part 261. The Permittee shall provide a listing of the sources of injected fluids in accordance with the reporting requirements in Part II Section D Paragraph 4 and APPENDIX D of this Permit.

6. Tubing-Casing Annulus (TCA)

The tubing-casing annulus (TCA) shall be filled with water treated with a corrosion inhibitor, or other fluid approved by the Director. The TCA valve shall remain closed during normal operating conditions and the TCA pressure shall be maintained at zero (0) psi.

If TCA pressure cannot be maintained at zero (0) psi, the Permittee shall follow the procedures in Ground Water Section Guidance No. 35 "Procedures to follow when excessive annular pressure is observed on a well."

Section D. MONITORING, RECORDKEEPING, AND REPORTING OF RESULTS

1. Monitoring Parameters, Frequency, Records and Reports.

Monitoring parameters are specified in APPENDIX D. Pressure monitoring recordings shall be taken at the wellhead. The listed parameters are to be monitored, recorded and reported at the frequency indicated in APPENDIX D even during periods when the well is not operating.

Monitoring records must include:

- (a) the date, time, exact place and the results of the observation, sampling, measurement, or analysis, and;
- (b) the name of the individual(s) who performed the observation, sampling, measurement, or analysis, and;
- (c) the analytical techniques or methods used for analysis.

2. Monitoring Methods.

(a) Monitoring observations, measurements, samples, etc. taken for the purpose of complying with these requirements shall be representative of the activity or condition being monitored.

- (b) Methods used to monitor the nature of the injected fluids must comply with analytical methods cited and described in Table 1 of 40 CFR 136.3 or Appendix III of 40 CFR 261, or by other methods that have been approved in writing by the Director.
- (c) Injection pressure, annulus pressure, injection rate, and cumulative injected volumes shall be observed and recorded at the wellhead under normal operating conditions, and all parameters shall be observed simultaneously to provide a clear depiction of well operation.
- (d) Pressures are to be measured in pounds per square inch (psi).
- (e) Fluid volumes are to be measured in standard oil field barrels (bbl).
- (f) Fluid rates are to be measured in barrels per day (bbl/day).

3. Records Retention.

- (a) Records of calibration and maintenance, and all original strip chart recordings for continuous monitoring instrumentation, copies of all reports required by this permit, and records of all data used to complete the application for this permit shall be retained for a period of AT LEAST THREE (3) YEARS from the date of the sample, measurement, report, or application. This period may be extended anytime prior to its expiration by request of the Director.
- (b) Records of the nature and composition of all injected fluids must be retained until three (3) years after the completion of any plugging and abandonment (P&A) procedures specified under 40 CFR 144.52(a)(6) or under Part 146 Subpart G, as appropriate. The Director may require the Permittee to deliver the records to the Director at the conclusion of the retention period. The Permittee shall continue to retain the records after the three (3) year retention period unless the Permittee delivers the records to the Director or obtains written approval from the Director to discard the records.
- (c) The Permittee shall retain records at the location designated in APPENDIX D.

4. Annual Reports.

Whether the well is operating or not, the Permittee shall submit an Annual Report to the Director that summarizes the results of the monitoring required by Part II Section D and APPENDIX D.

The first Annual Report shall cover the period from the effective date of the Permit through December 31 of that year. Subsequent Annual Reports shall cover the period from January 1 through December 31 of the reporting year. Annual Reports shall be submitted by February 15 of the year following data collection. EPA Form 7520-11 may be copied and shall be used to submit the Annual Report, however, the monitoring requirements specified in this Permit are mandatory even if EPA Form 7520-11 indicates otherwise.

Section E. PLUGGING AND ABANDONMENT

1. Notification of Well Abandonment, Conversion or Closure.

The Permittee shall notify the Director in writing at least forty-five (45) days prior to: 1) plugging and abandoning an injection well, 2) converting to a non-injection well, and 3) in the case of an Area Permit, before closure of the project.

2. Well Plugging Requirements

Prior to abandonment, the injection well shall be plugged with cement in a manner which prevents the movement of fluids into or between underground sources of drinking water. Prior to placement of the cement plug(s) the well shall be in a state of static equilibrium with the mud weight equalized top to bottom, either by circulating the mud in the well at least once or by a comparable method prescribed by the Director. The well shall be plugged in accordance with the approved plugging and abandonment plan and with 40 CFR 146.10.

3. Approved Plugging and Abandonment Plan.

The approved plugging and abandonment plan is incorporated into this Permit as APPENDIX E. Changes to the approved plugging and abandonment plan must be approved by the Director prior to beginning plugging operations. The Director also may require revision of the approved plugging and abandonment plan at any time prior to plugging the well.

4. Forty Five (45) Day Notice of Plugging and Abandonment.

The Permittee shall notify the Director at least forty-five (45) days prior to plugging and abandoning a well and provide notice of any anticipated change to the approved plugging and abanonment plan.

5. Plugging and Abandonment Report.

Within sixty (60) days after plugging a well, the Permittee shall submit a report (EPA Form 7520-13) to the Director. The plugging report shall be certified as accurate by the person who performed the plugging operation. Such report shall consist of either:

- (a) A statement that the well was plugged in accordance with the approved plugging and abandonment plan; or
- (b) Where actual plugging differed from the approved plugging and abandonment plan, an updated version of the plan, on the form supplied by the Director, specifying the differences.

6. Inactive Wells.

After any period of two years during which there is no injection the Permittee shall plug and abandon the well in accordance with Part II Section E Paragraph 2 of this Permit unless the Permittee:

- (a) Provides written notice to the Director;
- (b) Describes the actions or procedures the Permittee will take to ensure that the well will not endanger USDWs during the period of inactivity. These actions and procedures shall include compliance with mechanical integrity demonstration, Financial Responsibility and all other permit requirements designed to protect USDWs; and



PART III. CONDITIONS APPLICABLE TO ALL PERMITS

Section A. EFFECT OF PERMIT

The Permittee is allowed to engage in underground injection in accordance with the conditions of this Permit. The Permittee shall not construct, operate, maintain, convert, plug, abandon, or conduct any other activity in a manner that allows the movement of fluid containing any contaminant into underground sources of drinking water, if the presence of that contaminant may cause a violation of any primary drinking water regulation under 40 CFR 142 or may otherwise adversely affect the health of persons. Any underground injection activity not authorized by this Permit or by rule is prohibited. Issuance of this Permit does not convey property rights of any sort or any exclusive privilege; nor does it authorize any injury to persons or property, any invasion of other private rights, or any infringement of State or local law or regulations. Compliance with the terms of this Permit does not constitute a defense to any enforcement action brought under the provisions of Section 1431 of the Safe Drinking Water Act (SDWA) or any other law governing protection of public health or the environment, for any imminent and substantial endangerment to human health or the environment, nor does it serve as a shield to the Permittee's independent obligation to comply with all UIC regulations. Nothing in this Permit relieves the Permittee of any duties under applicable regulations.

Section B. CHANGES TO PERMIT CONDITIONS

1. Modification, Reissuance, or Termination.

The Director may, for cause or upon a request from the Permittee, modify, revoke and reissue, or terminate this Permit in accordance with 40 CFR 124.5, 144.12, 144.39, and 144.40. Also, this Permit is subject to minor modification for causes as specified in 40 CFR 144.41. The filing of a request for modification, revocation and reissuance, termination, or the notification of planned changes or anticipated noncompliance on the part of the Permittee does not stay the applicability or enforceability of any condition of this Permit.

2. Conversions.

The Director may, for cause or upon a written request from the Permittee, allow conversion of the well from a Class II injection well to a non-Class II well. Conversion may not proceed until the Permittee receives written approval from the Director. Conditions of such conversion may include but are not limited to, approval of the proposed well rework, follow up demonstration of mechanical integrity, well-specific monitoring and reporting following the conversion, and demonstration of practical use of the converted configuration.

3. Transfer of Permit.

Under 40 CFR 144.38, this Permit is transferable provided the current Permittee notifies the Director at least thirty (30) days in advance of the proposed transfer date (EPA Form 7520-7) and provides a written agreement between the existing and new Permittees containing a specific date for transfer of Permit responsibility, coverage and liability between them. The notice shall adequately demonstrate that the financial responsibility requirements of 40 CFR 144.52(a)(7) will be met by the new Permittee. The Director may require modification or revocation and reissuance of the Permit to change the name of the Permittee and incorporate such other requirements as may be necessary under the Safe Drinking Water Act; in some cases, modification or revocation and reissuance is mandatory.

4. Permittee Change of Address.

Upon the Permittee's change of address, or whenever the operator changes the address where monitoring records are kept, the Permittee must provide written notice to the Director within 30 days.

5. Construction Changes, Workovers, Logging and Testing Data

The Permittee shall give advance notice to the Director, and shall obtain the Director's written approval prior to any physical alterations or additions to the permitted facility. Alterations or workovers shall meet all conditions as set forth in this permit. The Permittee shall record any changes to the well construction on a Well Rework Record (EPA Form 7520-12), and shall provide this and any other record of well workovers, logging, or test data to EPA within sixty (60) days of completion of the activity.

Following the completion of any well workovers or alterations which affect the casing, tubing, or packer, a successful demonstration of mechanical integrity (Part III, Section F of this permit) shall be made, and written authorization from the Director received, prior to resuming injection activities.

Section C. SEVERABILITY

The Provisions of this Permit are severable, and if any provision of this Permit or the application of any provision of this Permit to any circumstance, is held invalid, the application of such provision to other circumstances, and the remainder of this Permit shall not be affected thereby.

Section D. CONFIDENTIALITY

In accordance with 40 CFR Part 2 and 40 CFR 144.5, information submitted to EPA pursuant to this Permit may be claimed as confidential by the submitter. Any such claim must be asserted at the time of submission by stamping the words "confidential business information" on each page containing such information. If no claim is made at the time of submission, EPA may make the information available to the public without further notice. If a claim is asserted, the validity of the claim will be assessed in accordance with the procedures in 40 CFR Part 2 (Public Information). Claims of confidentiality for the following information will be denied:

- The name and address of the Permittee, and
- information which deals with the existence, absence or level of contaminants in drinking water.

Section E. GENERAL PERMIT REQUIREMENTS

1. Duty to Comply.

The Permittee must comply with all conditions of this Permit. Any noncompliance constitutes a violation of the Safe Drinking Water Act (SDWA) and is grounds for enforcement action; for Permit termination, revocation and reissuance, or modification; or for denial of a permit renewal application; except that the Permittee need not comply with the provisions of this Permit to the extent and for the duration such noncompliance is authorized in an emergency permit under 40 CFR 144.34. All violations of the SDWA may subject the Permittee to penalties and/or criminal prosecution as specified in Section 1423 of the SDWA.

2. Duty to Reapply.

If the Permittee wishes to continue an activity regulated by this Permit after the expiration date of this Permit, under 40 CFR 144.37 the Permittee must apply for a new permit prior to the expiration date.

3. Need to Halt or Reduce Activity Not a Defense.

It shall not be a defense for a Permittee in an enforcement action that it would have been necessary to halt or reduce the permitted activity in order to maintain compliance with the conditions of this Permit.

4. Duty to Mitigate.

The Permittee shall take all reasonable steps to minimize or correct any adverse impact on the environment resulting from noncompliance with this Permit.

5. Proper Operation and Maintenance.

The Permittee shall at all times properly operate and maintain all facilities and systems of treatment and control (and related appurtenances) which are installed or used by the Permittee to achieve compliance with the conditions of this Permit. Proper operation and maintenance includes effective performance, adequate funding, adequate operator staffing and training, and adequate laboratory and process controls, including appropriate quality assurance procedures. This provision requires the operation of back-up or auxiliary facilities or similar systems only when necessary to achieve compliance with the conditions of this Permit.

6. Permit Actions.

This Permit may be modified, revoked and reissued or teminated for cause. The filing of a request by the Permittee for a permit modification, revocation and reissuance, or termination, or a notification of planned changes or anticipated noncompliance, does not stay any permit condition.

7. Property Rights.

This Permit does not convey any property rights of any sort, or any exclusive privilege.

8. Duty to Provide Information.

The Permittee shall furnish to the Director, within a time specified, any information which the Director may request to determine whether cause exists for modifying, revoking and reissuing, or terminating this permit, or to determine compliance with this permit. The Permittee shall also furnish to the Director, upon request, copies of records required to be kept by this Permit. The Permittee is required to submit any information required by this Permit or by the Director to the mailing address designated in writing by the Director.

9. Inspection and Entry.

The Permittee shall allow the Director, or an authorized representative, upon the presentation of credentials and other documents as may be required by law, to:

 (a) Enter upon the Permittee's premises where a regulated facility or activity is located or conducted, or where records must be kept under the conditions of this Permit;

- (b) Have access to and copy, at reasonable times, any records that must be kept under the conditions of this Permit;
- (c) Inspect at reasonable times any facilities, equipment (including monitoring and control equipment), practices, or operations regulated or required under this Permit; and,
- (d) Sample or monitor at reasonable times, for the purpose of assuring permit compliance or as otherwise authorized by the SDWA, any substances or parameters at any location.

10. Signatory Requirements.

All applications, reports or other information submitted to the Director shall be signed and certified according to 40 CFR 144.32. This section explains the requirements for persons duly authorized to sign documents, and provides wording for required certification.

11. Reporting Requirements.

- (a) Planned changes. The Permittee shall give notice to the Director as soon as possible of any planned changes, physical alterations or additions to the permitted facility, and prior to commencing such changes.
- (b) Anticipated noncompliance. The Permittee shall give advance notice to the Director of any planned changes in the permitted facility or activity which may result in noncompliance with permit requirements.
- (c) Monitoring Reports. Monitoring results shall be reported at the intervals specified in this Permit.
- (d) Compliance schedules. Reports of compliance or noncompliance with, or any progress reports on, interim and final requirements contained in any compliance schedule of this Permit shall be submitted no later than 30 days following each schedule date.
- (e) Twenty-four hour reporting. The Permittee shall report to the Director any noncompliance which may endanger human health or the environment, including:
 - (i) Any monitoring or other information which indicates that any contaminant may cause endangerment to a USDW; or
 - (ii) Any noncompliance with a permit condition or malfunction of the injection system which may cause fluid migration into or between USDWs.

Information shall be provided, either directly or by leaving a message, within twenty-four (24) hours from the time the permittee becomes aware of the circumstances by telephoning (800) 227-8917 and requesting EPA Region VIII UIC Program Compliance and Technical Enforcement Director, or by contacting the EPA Region VIII Emergency Operations Center at (303) 293-1788.

In addition, a follow up written report shall be provided to the Director within five (5) days of the time the Permittee becomes aware of the circumstances. The written submission shall contain a description of the noncompliance and its cause, the period of noncompliance including exact dates and times, and if the noncompliance has not been corrected the anticipated time it is expected to continue; and the steps taken or planned to reduce, eliminate, and prevent recurrence of the noncompliance.

- (f) Oil Spill and Chemical Release Reporting: The Permittee shall comply with all reporting requirements related to the occurence of oil spills and chemical releases by contacting the National Response Center (NRC) at (800) 424-8802, (202) 267-2675, or through the NRC website http://www.nrc.uscg.mil/index.htm.
- (g) Other Noncompliance. The Permittee shall report all instances of noncompliance not reported under paragraphs Part III, Section E Paragraph 11(b) or Section E, Paragraph 11(e) at the time the monitoring reports are submitted. The reports shall contain the information listed in Paragraph 11(e) of this Section.
- (h) Other information. Where the Permittee becomes aware that it failed to submit any relevant facts in the permit application, or submitted incorrect information in a permit application or in any report to the Director, the Permittee shall promptly submit such facts or information to the Director.

Section F. FINANCIAL RESPONSIBILITY

1. Method of Providing Financial Responsibility.

The Permittee shall maintain continuous compliance with the requirement to maintain financial responsibility and resources to close, plug, and abandon the underground injection well(s). No substitution of a demonstration of financial responsibility shall become effective until the Permittee receives written notification from the Director that the alternative demonstration of financial responsibility is acceptable. The Director may, on a periodic basis, require the holder of a permit to revise the estimate of the resources needed to plug and abandon the well to reflect changes in such costs and may require the Permittee to provide a revised demonstration of financial responsibility.

2. Insolvency.

In the event of:

- (a) the bankruptcy of the trustee or issuing institution of the financial mechanism; or
- (b) suspension or revocation of the authority of the trustee institution to act as trustee; or

(c) the institution issuing the financial mechanism losing its authority to issue such an instrument

the Permittee must notify the Director in writing, within ten (10) business days, and the Permittee must establish other financial assurance or liability coverage acceptable to the Director within sixty (60) days after any event specified in (a), (b), or (c) above.

The Permittee must also notify the Director by certified mail of the commencement of voluntary or involuntary proceedings under Title 11 (Bankruptcy), U.S. Code naming the owner or operator as debtor, within ten (10) business days after the commencement of the proceeding. A guarantor, if named as debtor of a corporate guarantee, must make such a notification as required under the terms of the guarantee.

APPENDIX A

WELL CONSTRUCTION REQUIREMENTS

See diagram.

The Federal No. 9-31-8-18 was drilled to a total depth of 6190 (KB) feet in the Basal Carbonate Member of the Green River Formation.

Surface casing (8-5/8 inch) was set at a depth of 312 feet in a 12-1/4 inch hole using 150 sacks of Class "G" cement which was circulated to the surface.

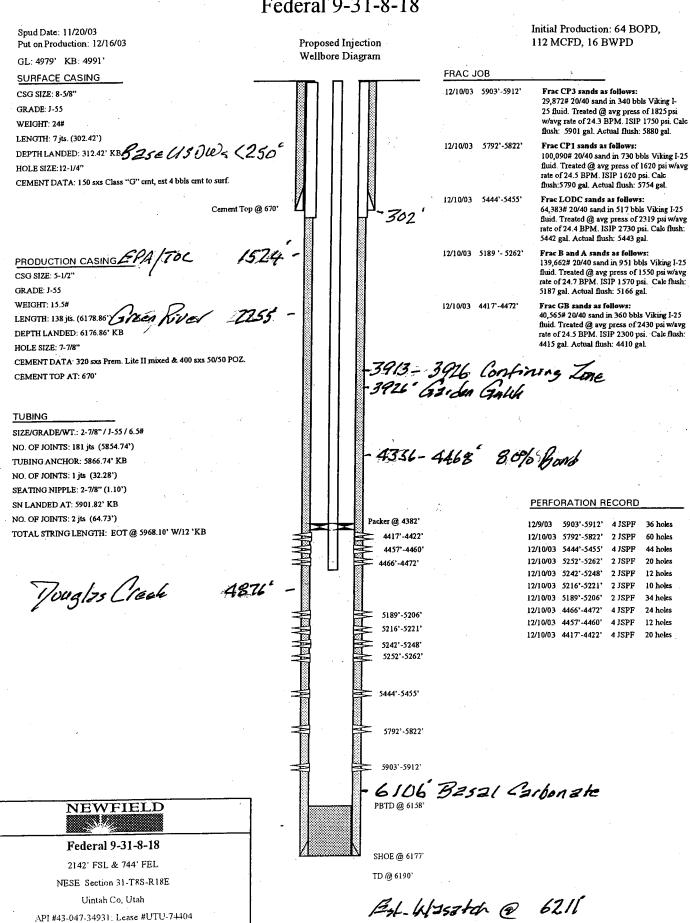
Production casing (5-1/2 inch) was set at a depth of 6176.86 feet (KB) in a 7-7/8 inch hole with 320 sacks of Premium Lite II and 400 sacks of 50/50 poz mix. This well construction is considered adequate to protect USDW's.

The EPA calculates the top of cement as 1524 feet from the surface.

The schematic diagram shows the proposed current injection perforations in the Garden Gulch and Douglas Creek Members of the Green River Formation. Additional perforations may be added at a later time between the depths of 3926 feet and the top of the Wasatch Formation (Estimated to be 6211 feet) provided the operator first notifies the Director and later submits an updated well completion report (EPA Form 7520-12) and schematic diagram.

The packer will be required to be set no higher than 100 feet above the top perforation.

Federal 9-31-8-18



APPENDIX B

LOGGING AND TESTING REQUIREMENTS

Logs.

Logs will be conducted according to current UIC guidance. It is the responsibility of the permittee to obtain and use guidance prior to conducting any well logging required as a condition of this permit.

NO LOGGING REQUIREMENTS

Tests.

Tests will be conducted according to current UIC guidance. It is the responsibility of the permittee to obtain and use guidance prior to conducting any well test required as a condition of this permit.

| TYPE OF TEST | DATE DUE |
|-------------------------------|--|
| Step Rate Test | Within 180 days following commencement of injection. |
| Standard Annulus Pressure | Prior to authorization to inject and and least once ever five (5) years thereafter. |
| Pore Pressure | Prior to authorization to inject. |
| Radioactive Tracer Survey (2) | Within 180 days following commencement of injection and at least once every five (5) years thereafter. |

APPENDIX C

OPERATING REQUIREMENTS

MAXIMUM ALLOWABLE INJECTION PRESSURE:

Maximum Allowable Injection Pressure (MAIP) as measured at the surface shall not exceed the pressure(s) listed below.

| | MAXIMUM ALLOWED INJECTION PRESSURE (psi) |
|-------------------|--|
| WELL NAME | ZONE 1 (Upper) |
| Federal 9-31-8-18 | 1,315 |
| | |

INJECTION INTERVAL(S):

Injection is permitted only within the approved injection interval listed below. Injection perforations may be altered provided they remain within the approved injection interval and the Permittee provides notice to the Director in accordance with Part II, Section A, Paragraph 6. Specific injection perforations can be found in Appendix A.

| L NAME: Federal 9-31-8-18 | | | |
|---------------------------|---|------------|----------------------|
| L II/ III II | APPROVED INJECTION INTERVAL (KB, ft) | | FRACTURE GRADIENT |
| ORMATION NAME | TOP | BOTTOM | (psi/ft) |
| Green River | 3 926 00 | - 6,211.00 | 0.733 |

ANNULUS PRESSURE:

The annulus pressure shall be maintained at zero (0) psi as measured at the wellhead. If this pressure cannot be maintained, the Permittee shall follow the procedures listed under Part II, Section C. 6. of this permit.

MAXIMUM INJECTION VOLUME:

There is no limitation on the number of barrels per day (bbls/day) of water that shall be injected into this well, provided further that in no case shall injection pressure exceed that limit shown in Appendix C.

APPENDIX D

MONITORING AND REPORTING PARAMETERS

This is a listing of the parameters required to be observed, recorded, and reported. Refer to the permit Part II, Section D, for detailed requirements for observing, recording, and reporting these parameters.

| OBSERVE I | MONTHLY AND RECORD AT LEAST ONCE EVERY THIRTY DAYS |
|---------------|---|
| | Injection pressure (psig) |
| OBSERVE | Annulus pressure(s) (psig) |
| AND RECORD | Injection rate (bbl/day) |
| | Fluid volume injected since the well began injecting (bbls) |

| | ANNUALLY |
|--|--|
| The state of the s | Injected fluid total dissolved solids (mg/l) |
| | Injected fluid specific gravity |
| ANALYZE | Injected fluid specific conductivity |
| | Injected fluid pH |

| | ANNUALLY |
|--------|--|
| | Each month's maximum and averaged injection pressures (psig) |
| | Each month's maximum and averaged annulus pressure(s) (psig) |
| | Each month's averaged injection rate (bbl/day) |
| REPORT | Fluid volume injected since the well began injecting (bbl) |
| | Written results of annual injected fluid analysis |
| | Sources of all fluids injected during the year |
| | |

Records of all monitoring activities must be retained and made available for inspection at the following location:

Newfield production Company 1401 seventeenth Street - Suite 1000 Denver, CO 80202

APPENDIX E

PLUGGING AND ABANDONMENT REQUIREMENTS

See diagram.

All cement plugs will be set with tubing.

9.2 ppg plugging gel, or fresh water weighted with bentonite or treated brine will be placed between all cement plugs.

The following Plugging and Abandonment Plan, as proposed by the permittee, is predicated on the permittee not revising the injection perforations cited on the schematic diagram of well construction/conversion. Should the uppermost perforations (4417 feet to 4422 feet) be modified in construction, the EPA will modify the P&A Plan accordingly.

PLUG NO. 1: A Cast Iron Bridge Plug (CIBP) at 4322 feet with 100 feet of Class "G" cement on CIBP.

PLUG NO. 2: A 300-foot Class "G" cement plug from 2000 feet to 2300 feet. This plug will cover both a water zone and the top of the Green River Formation.

PLUG NO. 3: Perforate 362 feet with JSPF. Circulate Class "G" cement down the 5-1/2 inch casing and up the 5-1/2 inch X 8-5/8 inch annulus.

PLUG NO. 4: A Class "G' cement plug on the backside of the 5-1/2 inch casing from the surface to a depth of 365 feet.

Attachment Q-2

Federal 9-31-8-18

Spud Date: 11/20/03 Put on Production: 12/16/03 Proposed P&A Wellbore Diagram GL: 4979' KB: 4991' SURFACE CASING CSG SIZE: 8-5/8" GRADE: J-55 WEIGHT: 24# LENGTH: 7 jts. (302.42') Base USDWs L 256 Circulate 113 sx Class G Cernent down 5-1/2" casing and up the DEPTH LANDED: 312.42' KB 5-1/2" x 8-5/8" annulus. HOLE SIZE: 12-1/4" CEMENT DATA: 150 sxs Class "G" cmt, est 4 bbls cmt to surf. Casing Shoe @ 312' Perforate with 4 JSPF @ 362 Cement Top @ 670' PRODUCTION CASING -1524 TOPEPA Cement CSG SIZE: 5-1/2" GRADE: J-55 WEIGHT: 15.5# LENGTH: 138 jts. (6178.86°) DEPTH LANDED: 6176.86' KB HOLE SIZE: 7-7/8" CEMENT DATA: 320 sxs Prem. Lite II mixed & 400 sxs 50/50 POZ. CEMENT TOP AT: 670' 200' Balanced Plug (25 sx) Class G Cernent over water zone 2000' - 2200' . 2255 Green RNEV Confining Zone 3913-3976'
Garden Gulh 3976'
80% Bond Cement 4356'-4468' 100' (12 sx) Class G Cement plug on top of CIBP CIBP @ 4322' 4417'-4422' 4457'-4460' 4466'-4472' 4676 Douglas Beck 5216'-5223' 5242'-5248' 5252'-5262' **5444'-5455'** 5792'-5822' 6106 Basal Grbonate NEWFIELD Federal 9-31-8-18 SHOE @ 6177 2142' FSL & 744' FEL NESE Section 31-T8S-R18E Est. Wasatrl 6211 Uintah Co, Utah API #43-047-34931; Lease #UTU-74404

APPENDIX F

CORRECTIVE ACTION REQUIREMENTS

No corrective action is deemed necessary for this project.

F-1

STATEMENT OF BASIS

NEWFIELD PRODUCTION COMPANY FEDERAL 9-31-8-18 UINTAH COUNTY, UT

EPA PERMIT NO. UT21024-06977

CONTACT: Emmett Schmitz

U. S. Environmental Protection Agency

Ground Water Program, 8P-W-GW

999 18th Street, Suite 300 Denver, Colorado 80202-2466

Telephone: 1-800-227-8917 ext. 6174

This STATEMENT OF BASIS gives the derivation of site-specific UIC Permit conditions and reasons for them. Referenced sections and conditions correspond to sections and conditions in the Permit.

UIC Permits specify the conditions and requirements for construction, operation, monitoring and reporting, and plugging of injection wells to prevent the movement of fluids into underground sources of drinking water (USDWs). Under 40 CFR 144 Subpart D, certain conditions apply to all UIC Permits and may be incorporated either expressly or by reference. General Permit conditions for which content is mandatory and not subject to site-specific differences (40 CFR Parts 144, 146 and 147) are not discussed in this document.

Upon the Effective Date when issued, the Permit authorizes the conversion and operation of a "new" injection well or wells governed by the conditions specified in the Permit. The Permit is issued for the operating life of the injection well or project unless terminated for reasonable cause under 40 CFR 144.39, 144.40 and 144.41. The Permit is subject to EPA review at least once every five (5) years to determine if action is required under 40 CFR 144.36(a).

PART I. General Information and Description of Facility

Newfield Production Company 1401 Seventeenth Street Suite 1000 Denver, CO 80202

on

September 26, 2005

submitted an application for an Underground Injection Control (UIC) Program Permit or Permit Modification for the following injection well or wells:

Federal 9-31-8-18 2142' FSL & 744' FEL, NESE S31, T8S, R18E Uintah County, UT

Regulations specific to Uintah-Ouray Indian Reservation injection wells are found at 40 CFR 147 Subpart TT.

The application, including the required information and data necessary to issue or modify a UIC Permit in accordance with 40 CFR Parts 144, 146 and 147, was reviewed and determined by EPA to be complete.

The Permit will expire upon delegation of primary enforcement responsibility (primacy) for applicable portions of the UIC Program to the Ute Indian Tribe or the State of Utah unless the delegated agency has the authority and chooses to adopt and enforce this Permit as a Tribal or State Permit.

TABLE 1.1 shows the status of the well or wells as "New", "Existing", or "Conversion" and for Existing shows the original date of injection operation. Well authorization "by rule" under 40 CFR Part 144 Subpart C expires automatically on the Effective Date of an issued UIC Permit.

The Federal 9-31-8-18 is currently an active Green River Formation oil well. The applicant intends to convert the Federal 9-31-8-18 to an injection well to support existing Green River Formation enhanced oil recovery operations.

TABLE 1.1 WELL STATUS / DATE OF OPERATION

CONVERSION WELLS

Well Name

Well Status

Date of Operation

Federal 9-31-8-18

Conversion

N/A

Hydrogeologic Setting

The proposed injection well is located in the Newfield Production Company Greater Monument Butte area near the center of the broad, gently northward dipping south flank of the Uinta Basin. The beds dip at about 200'/mile, and there are no known surface folds or faults in the field. The lower 600' to 800'of the Uinta Formation, generally consisting of 5' to 20' thick brown lenticular fluvial sandstone and interbedded varicolored shales, outcrops at the surface in this area. The Uinta is underlain by the Green River Formation which consists of lake (lacustrine) margin sandstones, limestone and shale beds that were deposited along the edges and on the broad level floor of Lake Uinta as it expanded and contracted through time. Underlying the Green River Formation is the Wasatch Formation, which is approximately 2400' thick in this area and consists of red alluvial shales and siltstone with scattered lenticular sandstones usually 10' to 50' thick. Below the Wasatch Formation is the Mesaverde Formation; a series of interbedded continental deposits of shale, sandstone, and coal. Water samples from Mesaverde sands in the nearby Natural Buttes Unit yield highly saline water.

The Uinta Basin is a topographic and structural trough encompassing an area of more than 9300 square mi (14,900 km) in northeast Utah. The basin is sharply asymmetrical, with a steep north flank bounded by the east-west-trending Uinta Mountains, and a gently dipping south flank. The Uinta Basin formed in Paleocene to Eocene time, creating a large area of internal drainage which was filled by ancestral Lake Uinta. Deposition in and around Lake Uinta consisted of open- to marginal-lacustrine sediments that make up the Green River Formation. Alluvial red-bed deposits that are laterally equivalent to and intertongue with the Green River make up the Colton Formation (Wasatch). More than 450 million barrels of oil (63 MT) have been produced from the Green River and Wasatch Formations in the Uinta Basin. The southern shore of Lake Uinta was very broad and flat, which allowed large transgressive and regressive shifts in the shoreline in response to climatic and tectonic-induced rise and fall of the lake. The cyclic nature of Green River deposition in the southern shore area resulted in numerous stacked deltaic deposits. Distributary-mouth bars, distributary channels, and near-shore bars are the primary producing sandstone reservoirs in the area (Ref: "Reservoir Characterization of the Lower Green River Formation, Southwest Uinta Basin, Utah Biannual Technical Progress Report 4/1/99 - 9/30/99", by C. D. Morgan, Program Manager, November 1999, Contract DE-AC26-98BC15103). The Tertiary Duchesne River Formation alluvium generally is present at the surface in this area.

Throughout the current Newfield Production Company area of enhanced recovery injection activity, i.e., T8-9S - R15-19E, Green River Formation water analyses generally exhibit total dissolved (TDS) content well in excess of 10,000 mg/l. A few recent applications for well conversion to enhanced recovery injection contain Green River water analyses withTDS approximating 10,000 mg/l. The State of Utah-Natural Resources ascribes low TDS values to several possibilities involving dilution of Green River water with high TDS values, e,g., recharge of the Green River Formation via Green River Formation outcrop on the Book Cliffs/Roan Cliffs; injection of very low TDS Johnson Water District Reservoir source water; and percolation of surface water via deep-seated Gilsonite veins penetrating lower Green River Members.

Geologic Setting (TABLE 2.1)

TABLE 2.1 GEOLOGIC SETTING

Federal 9-31-8-18

| Formation Name | Top (ft) | Base (ft) | TDS (mg/l) | Lithology |
|----------------|----------|-----------|------------|--|
| Green River | 3,926.00 | 6,211.00 | 11,239.00 | Interbedded sequences of lacustrine carbonate-sand-shale, and fluviatile sand and shale. |

Proposed Injection Zone(s) (TABLE 2.2)

An injection zone is a geological formation, group of formations, or part of a formation that receives fluids through a well. The proposed injection zones are listed in TABLE 2.2.

Injection will occur into an injection zone that is separated from USDWs by a confining zone which is free of known open faults or fractures within the Area of Review.

The approved injection interval for enhanced recovery injection is identified as the gross interval between the top of the Garden Gulch Member at 3926 feet and the top of the Wasatch Formation, estimated to be 6211 feet.

TABLE 2.2 INJECTION ZONES Federal 9-31-8-18

| | | reue | :Iai 3-31-0-10 | | | |
|---|------------|-----------|----------------|----------------------------------|----------|------------|
| Formation Name | Top (ft) . | Base (ft) | TDS (mg/l) | Fracture Gradient (psi/ft) | Porosity | Exempted?* |
| Green River | 3,926.00 | 6,211.00 | 11,239.00 | 0.733 | | N/A |
| * C - Currently Exempted E - Previously Exempted P - Proposed Exemption | | _ | | | | |

Confining Zone(s) (TABLE 2.3)

N/A - Not Applicable

A confining zone is a geological formation, part of a formation, or a group of formations that limits fluid movement above the injection zone. The confining zone or zones are listed in TABLE 2.3.

The Confining Zone is identified as a thirteen (13) foot interval of the Green River Formation from 3913 feet to 3926 feet.

TABLE 2.3 CONFINING ZONES

Federal 9-31-8-18

| Formation Name | Formation Lithology | Top (ft) | Base (ft) |
|----------------|---------------------|----------|-----------|
| Green River | Shale | 3,913.00 | 3,926.00 |

Underground Sources of Drinking Water (USDWs) (TABLE 2.4)

Aquifers or the portions thereof which contain less than 10,000 mg/l total dissolved solids (TDS) and are being or could in the future be used as a source of drinking water are considered to be USDWs. The USDWs in the area of this facility are identified in TABLE 2.4.

The State of Utah "Water Wells and Springs", http://NRWRT1.STATE.UT.US, identifies no public water supply wells within the one-quarter (1/4) mile Area-of-Review (AOR) around the Federal 9-31-8-18.

Technical Publication No. 92: State of Utah, Department of Natural Resources, cites the base of Underground Sources of Drinking Water (USDW) in the Uinta Formation, approximately 250 feet from the surface.

TABLE 2.4 UNDERGROUND SOURCES OF DRINKING WATER (USDW)

Federal 9-31-8-18

| Formation Name | Formation Lithology | Top (ft) | Base (ft) | TDS (mg/l) |
|----------------|------------------------|----------|-----------|-------------|
| Uinta | Fluvial sand and shale | 0.00 | 250.00 | < 10,000.00 |

PART III. Well Construction (40 CFR 146.22)

The Federal No. 9-31-8-18 was drilled to a total depth of 6190 (KB) feet in the Basal Carbonate Member of the Green River Formation.

Surface casing (8-5/8 inch) was set at a depth of 312 feet in a 12-1/4 inch hole using 150 sacks of Class "G" cement which was circulated to the surface.

Production casing (5-1/2 inch) was set at a depth of 6176.86 feet (KB) in a 7-7/8 inch hole with 320 sacks of Premium Lite II and 400 sacks of 50/50 poz mix. This well construction is considered adequate to protect USDW's.

The EPA calculates the top of cement as 1524 feet from the surface.

The schematic diagram shows the proposed current injection perforations in the Garden Gulch and Douglas Creek Members of the Green River Formation. Additional perforations may be added at a later time between the depths of 3926 feet and the top of the Wasatch Formation (Estimated to be 6211 feet) provided the operator first notifies the Director and later submits an updated well completion report (EPA Form 7520-12) and schematic diagram.

The packer will be required to be set no higher than 100 feet above the top perforation.

| TABLE 3.1 |
|--------------------------------|
| WELL CONSTRUCTION REQUIREMENTS |
| Federal 9-31-8-18 |

| Casing Type | Hole Size (in) | Casing Size (in) | Cased Interval (ft) | Cemented Interval (ft) | |
|-------------|-------------------|---------------------|------------------------|---------------------------|--|
| Production | 7.88 | 5.50 | 0.00 - 6,176.86 | 1,524.00 - 6,176.86 | |
| Surface | 12.25 | 8.63 | 0.00 - 312.42 | 0.00 - 312.42 | |

The approved well completion plan will be incorporated into the Permit as APPENDIX A and will be binding on the Permittee. Modification of the approved plan is allowed under 40 CFR 144.52(a)(1) provided written approval is obtained from the Director prior to actual modification.

Casing and Cementing (TABLE 3.1)

The construction plan for the well or wells proposed for conversion to an injection well was evaluated and determined to be in conformance with standard practices and guidelines that ensure well injection does not result in the movement of fluids into USDWs. Well construction and conversion details for the well or wells are shown in TABLE 3.1.

Tubing and Packer

Injection tubing is required to be installed from a packer up to the surface inside the well casing. The packer will be set above the uppermost perforation. The tubing and packer are designed to prevent injection fluid from coming into contact with the outermost casing.

Tubing-Casing Annulus (TCA)

The TCA allows the casing, tubing and packer to be pressure-tested periodically for mechanical integrity, and will allow for detection of leaks. The TCA will be filled with fresh water treated with a corrosion inhibitor or other fluid approved by the Director.

The tubing/casing annulus must be kept closed at all times so that it can be monitored as required under the conditions of the Permit.

Monitoring Devices

The permittee will be required to install and maintain wellhead equipment that allows for monitoring pressures and providing access for sampling the injected fluid. Required equipment may include but is not limited to: 1) shut-off valves located at the wellhead on the injection tubing and on the TCA; 2) a flow meter that measures the cumulative volume of injected fluid; 3) fittings or pressure gauges attached to the injection tubing and the TCA for monitoring the injection and TCA pressure; and 4) a tap on the injection line, isolated by shut-off valves, for sampling the injected fluid.

All sampling and measurement taken for monitoring must be representative of the monitored activity.

PART IV. Area of Review, Corrective Action Plan (40 CFR 144.55)

| TABLE 4.1 AOR AND CORRECTIVE ACTION | | | | | | | | |
|--------------------------------------|----------|---------------------------|---------------------|-------------------|-----------------------|--|--|--|
| Well Name | Туре | Status (Abandoned Y/N) | Total Depth (ft) | TOC Depth (ft) | CAP Required (Y/N) | | | |
| Federal 10-31-8-18 | Producer | No | 6,214.00 | 1,678.00 | No | | | |
| Federal 8-31-8-18 | Producer | No | 6,289.00 | 1,523.00 | No | | | |
| Sundance No. 12-32-8-18 | Producer | No | 6,200.00 | 0.00 | No | | | |

TABLE 4.1 lists the wells in the Area of Review ("AOR") and shows the well type, operating status, depth, top of casing cement ("TOC") and whether a Corrective Action Plan ("CAP") is required for the well.

Area Of Review

Applicants for Class I, II (other than "existing" wells) or III injection well Permits are required to identify the location of all known wells within the injection well's Area of Review (AOR) which penetrate the injection zone, or in the case of Class II wells operating over the fracture pressure of the formation, all known wells within the area of review that penetrate formations which may be affected by increased pressure. Under 40 CFR 146.6 the AOR may be a fixed radius of not less than one quarter (1/4) mile or a calculated zone of endangering influence. For Area Permits, a fixed width of not less than one quarter (1/4) mile for the circumscribing area may be used.

Corrective Action Plan

For wells in the AOR which are improperly sealed, completed, or abandoned, the applicant shall develop a Corrective Action Plan (CAP) consisting of the steps or modifications that are necessary

to prevent movement of fluid into USDWs.

The CAP will be incorporated into the Permit as APPENDIX F and become binding on the permittee.

TABLE 4.1 lists the wells in the AOR, and shows the well type, operating status, depth, top of casing cement and whether a CAP is required for this well.

PART V. Well Operation Requirements (40 CFR 146.23)

| INJE | CTION ZONE PRESSU | RES | |
|----------------|---|----------------------------------|-----------------------|
| | Federal 9-31-8-18 | | |
| Formation Name | Depth Used to Calculate MAIP (ft) | Fracture Gradient (psi/ft) | Initial MAIP (psi) |
| Green River | 4,417.00 | 0.733 | 1,315 |

Approved Injection Fluid

The approved injection fluid is limited to Class II injection well fluids pursuant to 40 CFR § 144.6(b). For disposal wells injecting water brought to the surface in connection with natural gas storage operations, or conventional oil or natural gas production, the fluid may be commingled and the well used to inject other Class II wastes such as drilling fluids and spent well completion, treatment and stimulation fluid. Injection of non-exempt wastes, including unused fracturing fluids or acids, gas plant cooling tower cleaning wastes, service wastes and vacuum truck wastes, is prohibited.

The proposed injectate is a blend of source water from the Johnson Water District reservoir and produced water from the adjacent wells. The TDS of the injectate is 6316 ng/l.

Injection Pressure Limitation

Injection pressure, measured at the wellhead, shall not exceed a maximum calculated to assure that the pressure used during injection does not initiate new fractures or propagate existing fractures in the confining zones adjacent to the USDWs.

The applicant submitted injection fluid density and injection zone data which was used to calculate a formation fracture pressure and to determine the maximum allowable injection pressure (MAIP), as measured at the surface, for this Permit,

TABLE 5.1 lists the fracture gradient for the injection zone and the approved MAIP, determined according to the following formula:

$$FP = [fg - (0.433 * sg)] * d$$

FP = formation fracture pressure (measured at surface)

fg = fracture gradient (from submitted data or tests)

sg = specific gravity (of injected fluid)

PINAL PESMIT

d = depth to top of injection zone (or top perforation)

Injection Volume Limitation

Cumulative injected fluid volume limits are set to assure that injected fluids remain within the boundary of the exempted area. Cumulative injected fluid volume is limited when injection occurs into an aquifer that has been exempted from protection as a USDW.

There will be no restrictions on the cumulative volume of the authorized injectate into the approved injection interval, 3926 feet to the top of the Wasatch Formation which is estimated to be 6211 feet.

Mechanical Integrity (40 CFR 146.8)

An injection well has mechanical integrity if:

- 1. there is no significant leak in the casing, tubing, or packer (Part I); and
- 2. there is no significant fluid movement into a USDW through vertical channels adjacent to the injection well bore (Part II).

The Permit prohibits injection into a well which lacks mechanical integrity.

The Permit requires that the well demonstrate mechanical integrity prior to injection and periodically thereafter. A demonstration of mechanical integrity includes both internal (Part I) and external (Part II). The methods and frequency for demonstrating Part I and Part II mechanical integrity are dependent upon well-specific conditions as explained below.

Well construction and site-specific conditions dictate the following requirements for Mechanical Integrity (MI) demonstrations:

PART I MI: Internal MI will be demonstrated prior to beginning injection. Since this well is constructed with a standard casing, tubing, and packer configuration, a successful mechanical integrity test (MIT) is required to take place at least once every five (5) years. A demonstration of Part I MI is also required prior to resuming injection following any workover operation that affects the casing, tubing or packer. Part I MI may be demonstrated by a standard tubing-casing annulus pressure test using the maximum permitted injection pressure or 1000 psi, which ever is less, with a ten (10) percent or less pressure loss over thirty (30) minutes.

PART II MI: - The CBL indicates that cement does not meet minimum requirements needed to demonstrate zone isolation (at least 18 feet of continuous 80% bond, or better) through the confining zone. Therefore, further testing for Part II MI will be required prior to injection and at least once every five years thereafter. The demonstration shall be by temperature survey or other approved test. Approved tests for demonstrating Part II MI include a temperature survey, noise log or oxygen activation log, and Region 8 may also accept results of a radioactive tracer survey under certain circumstances.

PART VI. Monitoring, Recordkeeping and Reporting Requirements

Injection Well Monitoring Program

At least once a year the permittee must analyze a sample of the injected fluid for total dissolved solids (TDS), specific conductivity, pH, and specific gravity. This analysis shall be reported to EPA annually as part of the Annual Report to the Director. Any time a new source of injected fluid is added, a fluid analysis shall be made of the new source.

Instantaneous injection pressure, injection flow rate, cumulative fluid volume and TCA pressures must be observed on a weekly basis. A recording, at least once every thirty (30) days, must be made of the injection pressure, injection flow rate and cumulative fluid volume, and the maximum and average value for each must be determined for each month. This information is required to be reported annually as part of the Annual Report to the Director.

PART VII. Plugging and Abandonment Requirements (40 CFR 146.10)

Plugging and Abandonment Plan

Prior to abandonment, the well or wells must be plugged with cement in a manner which will not allow the movement of fluids either into or between USDWs. The plugging and abandonment plan is described in Appendix E of the Permit.

All cement plugs will be set with tubing.

9.2 ppg plugging gel, or fresh water weighted with bentonite or treated brine will be placed between all cement plugs.

The following Plugging and Abandonment Plan, as proposed by the permittee, is predicated on the permittee not revising the injection perforations cited on the schematic diagram of well construction/conversion. Should the uppermost perforations (4417 feet to 4422 feet) be modified in construction, the EPA will modify the P&A Plan accordingly.

PLUG NO. 1: A Cast Iron Bridge Plug (CIBP) at 4322 feet with 100 feet of Class "G" cement on CIBP.

PLUG NO. 2: A 300-foot Class "G" cement plug from 2000 feet to 2300 feet. This plug will cover both a water zone and the top of the Green River Formation.

PLUG NO. 3: Perforate 362 feet with JSPF. Circulate Class "G" cement down the 5-1/2 inch casing and up the 5-1/2 inch X 8-5/8 inch annulus.

PLUG NO. 4: A Class "G' cement plug on the backside of the 5-1/2 inch casing from the surface to a depth of 365 feet.

PART VIII. Financial Responsibility (40 CFR 144.52)

Demonstration of Financial Responsibility

The permittee is required to maintain financial responsibility and resources to close, plug, and abandon the underground injection operation in a manner prescribed by the Director. The permittee shall show evidence of such financial responsibility to the Director by the submission of a surety bond, or other adequate assurance such as financial statements or other materials acceptable to the Director. The Regional Administrator may, on a periodic basis, require the holder of a lifetime permit to submit a revised estimate of the resources needed to plug and abandon the well to reflect inflation of such costs, and a revised demonstration of financial responsibility if necessary. Initially, the operator has chosen to demonstrate financial responsibility with:

Financial Statement approved by the EPA. The EPA has also approved the estimate of \$32,500 to

plug and abandon this facility.

Financial Statement, received April 22, 2005

Evidence of continuing financial responsibility is required to be submitted to the Director annually.

Permit UT21024-06977 12 FIRST Statement of Basis

OMB N

OMB No. 2040-0042 d. Expires 6-30-98

| _ |
|---|
| |
| |
| |

United States Environmental Protection Agency
Washington, DC 20460

Application To Transfer Permit

| Name and Address of Existing Permittee | Name | and Address of Surface (| Owner |
|--|--|---|--|
| | | | |
| · | | | • |
| Locate Well and Outline Unit on | State | County | Permit Number |
| Section Plat- 640 Acres | Surface Location Descrip | otion | |
| N | 1/4 of1/4 of | 1/4 of 1/4 of Se | ction Township Range |
| | Locate well in two direct | tions from nearest lines o | f quarter section and drilling unit |
| | Surface | | |
| | Locationft. from (I | N/S)Line of quarter | section |
| | andft. from (E/W)_ | Line of quarter sec | tion. |
| W E | Well Activity | .Well Status | Type of Permit |
| | Classi | Operation | ل اهدافانال |
| | Class I | Operating Modificati | on/Conversion Area |
| | Brine Disposal | Proposed | Number of Wells |
| | Enhanced Reco | | • |
| S | Hydrocarbon S | otoraga | |
| - | Other | • | |
| | Lease Number | Well | Number |
| · | | | |
| Vame(s) and Address(es) of New Owners(s) | Name a | nd Address of New Oper | ator |
| | | | |
| | | | |
| Attach to this application a written a specific data for transfer of permit re | agreement between the existingsponsibility, coverage, and liab | ng and new permittee colbility between them. | ntaining a |
| Attach to this application a written specific data for transfer of permit re The new permittee must show evider other adequate assurance, such as fir | esponsibility, coverage, and lieb nee of financial responsibility b | bility between them. By the submission of a su | rety bond, or |
| specific date for transfer of permit re | esponsibility, coverage, and lieb nee of financial responsibility b | bility between them. By the submission of a su | rety bond, or |
| specific date for transfer of permit re | esponsibility, coverage, and lieb nee of financial responsibility b | bility between them. By the submission of a su | rety bond, or |
| specific date for transfer of permit re | esponsibility, coverage, and lieb nee of financial responsibility b | bility between them. By the submission of a su | rety bond, or |
| specific date for transfer of permit re | esponsibility, coverage, and lieb nee of financial responsibility b | bility between them. By the submission of a su | rety bond, or |
| specific date for transfer of permit re | esponsibility, coverage, and lieb nee of financial responsibility b | bility between them. By the submission of a su | rety bond, or |
| specific date for transfer of permit re | esponsibility, coverage, and lieb nee of financial responsibility b | bility between them. By the submission of a su | rety bond, or |
| specific date for transfer of permit re | esponsibility, coverage, and lieb nee of financial responsibility b | bility between them. By the submission of a su | rety bond, or |
| specific date for transfer of permit re | esponsibility, coverage, and liel | bility between them. By the submission of a su | rety bond, or |
| specific date for transfer of permit re The new permittee must show evider other adequate assurance, such as fir | ce of financial responsibility be needed as the control of the con | bility between them. By the submission of a sunterials acceptable to the | rety bond, or Director. |
| specific date for transfer of permit re The new permittee must show evider other adequate assurance, such as fir | Certification | the submission of a susterials acceptable to the | rety band, or Director. the information submitted in |
| specific date for transfer of permit re The new permittee must show evider other adequate assurance, such as fire I certify under the penalty of law that I has | Certification Sve personally examined at based on my inquiry of | and am familiar with | the information submitted in mmediately responsible for |
| The new permittee must show evider other adequate assurance, such as fir other adequate assurance, such as fir the certify under the penalty of law that I hat this document and all attachments and the certify that I had the comment and all attachments and the certify that I had believe the I had believe that I had believe the I had believe that I had believe the I had believ | Certification ave personally examined at, based on my inquiry of the personal interpretation is true, act | and am familiar with of those individuals in | the information submitted in nmediately responsible for |
| The new permittee must show evider other adequate assurance, such as fir other adequate assurance, such as fir the certify under the penalty of law that I hat this document and all attachments and the certify that I had the comment and all attachments and the certify that I had believe the I had believe that I had believe the I had believe that I had believe the I had believ | Certification ave personally examined at, based on my inquiry of the personal interpretation is true, act | and am familiar with of those individuals in | the information submitted in nmediately responsible for |
| The new permittee must show evider other adequate assurance, such as find the certify under the penalty of law that I hat this document and all attachments and the significant penalties for submitting false in the comment of the co | Certification ave personally examined at, based on my inquiry of the personal interpretation is true, act | and am familiar with of those individuals in | the information submitted in nmediately responsible for |
| The new permittee must show evider other adequate assurance, such as fir other adequate assurance, such as fir the certify under the penalty of law that I hat this document and all attachments and the certify that I had the comment and all attachments and the certify that I had believe the I had believe that I had believe the I had believe that I had believe the I had believ | Certification ave personally examined at, based on my inquiry of the personal interpretation is true, act | and am familiar with of those individuals in | the information submitted in nmediately responsible for |
| The new permittee must show evider other adequate assurance, such as find the certify under the penalty of law that I hat this document and all attachments and the significant penalties for submitting false in the comment of the co | Certification ave personally examined at, based on my inquiry of the personal interpretation is true, act | and am familiar with of those individuals in | the information submitted in mmediately responsible for . I am aware that there are d imprisonment. (Ref. 40 CFR |
| The new permittee must show evider other adequate assurance, such as find the certify under the penalty of law that I hat this document and all attachments and the significant penalties for submitting false in the comment of the co | Certification ave personally examined at, based on my inquiry of the personal interpretation is true, act | and am familiar with of those individuals in | the information submitted in nmediately responsible for |
| The new permittee must show evider other adequate assurance, such as fire other adequate assurance, such as fire other adequate assurance, such as fire other adequate assurance, such as fire other and all attachments and the obtaining the information, I believe that the significant penalties for submitting false in 144.32) | Certification sve personally examined a at, based on my inquiry on the information, including the | and am familiar with of those individuals in | the information submitted in mmediately responsible for . I am aware that there are d imprisonment. (Ref. 40 CFR |

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY WASHINGTON, DC 20460 ANNUAL DISPOSAL/INJECTION WELL MONITORING REPORT NAME AND ADDRESS OF SURFACE OWNER NAME AND ADDRESS OF EXISTING PERMITTEE PERMIT NUMBER COUNTY STATE LOCATE WELL AND OUTLINE UNIT ON SECTION PLAT - 840 ACRES SURFACE LOCATION DESCRIPTION Township Renge 1/4 of Section 1/4 of ____1/4 of 1/4 of LOCATE WELL IN TWO DIRECTIONS FROM NEAREST LINES OF QUARTER SECTION AND DRILLING UNIT Surface tr. from (N/S) ____ Line of quarter section Location t. from (E/W) ____ Line of quarter section TYPE OF PERMIT WELL ACTIVITY ☐ Individuel . ☐ Brine Disposei E w ☐ Enhanced Recovery Number of Wells _ ☐ Hydrocarbon Storage Well Number Lease Name TUBING - CASING ANNULUS PRESSURE TOTAL VOLUME INJECTED (OPTIONAL MONITORING) INJECTION PRESSURE MINIMUM PSIG MAXIMUM PSIG MCF MAXIMUM PSIG YEAR AVERAGE PSIG MONTH CERTIFICATION I certify under the penalty of law that I have personally examined and am familiar with the information submitted in this document and all attachments and that, based on my inquiry of those individuals immediately responsible for obtaining the information, I believe that the information is true, accurate, and complete. I am aware that there are significant panalties for submitting false information, including the possibility of fine and imprisonment. (Ref. 40 CFR 144.32). DATE SIGNED SIGNATURE NAME AND OFFICIAL TITLE (Please type or print)

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY WASHINGTON, DC 20460 PLUGGING RECORD HAME AND ACORESS OF COMENTING COMPANY NAME AND ADDRESS OF PERMITTEE STATE COUNTY PERMIT NUMBER LOCATE WELL AND OUTLINE UNIT ON SECTION PLAT - 640 ACRES SURFACE LOCATION DESCRIPTION 'A OF % OF 4 SECTION RANGE LOCATE WELL IN TWO DIRECTIONS FROM NEAREST LINES OF QUARTER SECTION AND DRILLING UNIT Sudace Location ... h. from (N/S) ____ Line of quarter section t. from (E/M) ____ Line of quarter section Describe in setail the manner in water the fluid was placed the method used in introducting it late the male TYPE OF AUTHORIZATION ☐ Individual Permit E Area Permit ☐ Ruk≥ Number of Wells _ Lease Name CASING AND TUBING RECORD AFTER PLUGGING METHOD OF EMPLACEMENT OF CEMENT PLUG: WELL ACTIVITY CCASS I ☐ The Salence Method TO BE PUT IN WELL IFTI TO BE LEFT IN WELL IFTI HOLE SIZE WT(LE/FT) SIZE ☐ The Dump Sader Meets C Brine Disposal ☐ The Twe-Flug Method ☐ Ennanced Recovery Other C Hydrocaroon Storage O CLASS III CEMENTING TO PLUG AND ABANDON DATA: PLUG #2 PLUG #3 1 PLUG #4 PLUG #5 PLUG =6 PLUG #7 Size of Hole or Pipe in which Plug Will Be Placed (inches) Deech to Bottom of Tubing or Orill Pipe (ft.) Sacus of Cement To Be Used (each plug) Slurry Volume To Be Furnoed (cu. ft.) Calculated Top of Plus (ft.) A METTER Massured Too of Pluglif tagged ft.) THE PARTY. Siurry Wt. (Lb./Gal.)

signature of Comenter or Authorized Representative

LIST ALL OPEN HOLE AND/OR PERFORATED INTERVALS

CERTIFICATION

I certify under penalty of law that this document and all attachments were prepared under my direction or supervision in accordance with a system designed to assure that qualified personnel properly gather and evaluate the information submitted. Based on my inquiry of the person or persons who manage the system, or those persons directly responsible for gathering the information, the information submitted is, to the best of my knowledge and belief, true, accurate, and complete. I am aware that there are significant penalties for submitting false information, including the possibility of fine and imprinsorment for knowing violations. (REF. 40 CFR 122.22)

Signature of EPA Representative

| AME AND | OFFICIAL | TITLE (Please | IYPE C | or print) |
|---------|----------|---------------|--------|-----------|
|---------|----------|---------------|--------|-----------|

Type Cament or Other Material (Class III)

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY WASHINGTON, DC 20460

| 7 | EP | Д | | | W | | | ORK A | ECORD |) | | |
|----|---|-------------|------------------------|----------|---|---|-------------|-------------|---------------|-----------------------|-------------------------------|--|
| NA | ME AND AD | DRESS OF P | ERMITTEE | | | | | | | S OF CONTRACTOR | | |
| | - | | | | | | | | | | | |
| | | VELL AND O | UTLINE UNIT C |)N | STATE | | COUNTY | <u> </u> | | | PERMIT NUMBER | |
| | | | 040 ACRES | | SURFA | CE LO | CATION D | ESCRIPTIO | N 1/4 -4 | 1/4 of Section | * | |
| | | N | | | LOCAT | | | | | | Township Renge , | |
| | -+-+ | -+ | | _ | Surf | | 2 | Directio: | is moin no | MEST LINES OF GOAR | TEN SECTION AND DRILLING UNIT | |
| | | | 1 1 1 | _ | Loca | Locationft. from (N/S)Line of quarter section andft. from (E/W)Line of quarter section | | | | | | |
| | -+-+ | -+ | +++ | | WELL ACTIVITY Total Depth Before Rework | | | | | TYPE OF PERMIT | | |
| w | | | | | | | sposal | | | | ☐ Individual | |
| ** | | | | E | | | rbon Stor | • | Total Depth | After Rework | Area Number of Wells | |
| | | | - | | Le | ase Na | eme | | Date Rewo | rk Commenced | Well Number | |
| | 1 1 | | | \dashv | | | | <u>-</u> | Date Rewo | rk Completed | | |
| | <u>'</u> | S | | | l | | | | <u></u> _ | | | |
| | | | | <u>_</u> | WELL C | ASING | 3 RECOI | RD — BE | FORE REW | DRK | • | |
| | Ca | ing | | Cerr | ent | | | Perforation | ne | | Acid or Fracture | |
| | Size | Depth | S ₁ | cks | Туре | | From | · | То | | Treatment Record | |
| - | | <u> </u> | | | | | | | | | | |
| | | | | | | | • | | | | | |
| | | | | | | | | | | | | |
| | | | | | | | | | | | | |
| _ | | <u></u> | WELL | CASING | BECORD | | TED DEV | HOBK (/a | dinata Additi | ons and Changes O | nh.i | |
| | Ce | sing | WELL | Cem | | <u> </u> | IEN NEV | Perforatio | | Ins and changes o | Acid or Fracture | |
| | Size | Depth | Sı | cks | Туре | | From | | To | | Treatment Record | |
| | | | | | , | | | | | | | |
| | | | | | | -+ | | | | <u> </u> | | |
| _ | | | | | | | | - | | | | |
| | | | | | | | | | | | | |
| | | | | | | | | | | | | |
| | | | EWORK OPE | | | - | | | | MRE LINE LOGS, LI | | |
| | | -01 ADDII | .JIAL SHEE | TO IF NE | CESSANI | | | | Log Typ | | Logged Intervals | |
| | | | | | | | | | | | | |
| | | | | | | | | | | | | |
| - | | | | | | | | | | · . | | |
| | | | | | | (| ERTIE | ICATIO | N | | į | |
| | 10 | ertify und | ler the nen | alty of | low that I | | | | | d em femilier w | ith the information | |
| | | | | | | | - | - | | | f those individuals | |
| | | | | | | | | | | | n is true, accurate, | |
| | | | | | - | | | | | | rmation, including | |
| | | | ity of fine | | | _ | | • | - | - | - | |
| NA | ME AND OF | ICIAL TITLE | (Please type or | print) | | SIGNA | TURE | | | • | DATE SIGNED | |
| | | • | | | | | | • | | | | |
| | | | | | | | | | | | | |
| | | | | | _1_ | | _ | | | | | |

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

REGION VIII

999 18th STREET - SUITE 500 DENVER, COLORADO 80202-2466 4100 000

APR 19 1994

SUBJECT:

GROUND WATER SECTION GUIDANCE NO. 34

Cement bond logging techniques and interpretation

FROM:

Tom Pike, Chief /

UIC Direct Implementation Section

TO:

All Section Staff

Montana Operations Office

These procedures are to be followed when running and interpreting cement bond logs for injection and production (area of review) wells.

PART I - PREPARE THE WELL

Allow cement to cure for a sufficient time to develop full compressive strength. A safe bet is to let the cement cure for 72 hours. If you run the bond log before the cement achieves its maximum compressive strength, the log may show poor bonding. Check cement handbooks for curing times.

Circulate the hole with a fluid (either water or mud) of uniform consistency. Travel times are influenced by the type of fluid in the hole. If the fluid changes between two points, the travel times may "drift," causing difficulty in interpretation and quality control.

Be prepared to run the cement bond log under pressure to reduce the effects of micro-annulus. Micro-annulus may be caused by several reasons, but the existence of a microannulus does not necessarily destroy the cement's ability to form a hydraulic seal. If the log shows poor bonding, rerun the log with the slightly more pressure on the casing as was present when the cement cured. This will cause the casing to expand against the cement and close the micro-annulus.

PART II - PARAMETERS TO LOG

Amplitude (mV) - This curve shows how much acoustic signal reaches a receiver and is an important indicator of cement Record the amplitude on the 3 foot spaced receiver.

Travel time (μ s) - This curve shows the amount of time it takes an acoustic signal to travel between the source and a For free pipe of a given size and weight, the receiver. travel time between points is very predictable, although variable among different company's tools. Service companies should be able to provide accurate estimates of travel times for free pipe of a given size and weight. Travel time is required as a quality control measurement. Record the travel time on the 3 foot spaced receiver.

Variable density (VDL) - Pipe signals, formation signals, and fluid signals are usually easy to recognize on the VDL. If these signals can be identified, a practical determination for the presence or absence of cement can be made. VDL is logged on the 5 foot spaced receiver.

Casing collar locator (CCL) - Used to correlate the bond log with cased hole logs and to match casing collars with the collars that show up on the VDL portion of the display.

Gamma ray - Used to correlate the bond log with other logs.

PART III - LOGGING TECHNIQUE

Calibrate the tool in free pipe at the shop, prior to, and following the log run. Include calibration data with log.

Run receivers spaced 3 feet and 5 feet from transmitter.

Run at least 3 bow-type or rigid aluminum centralizers in vertical holes, 6 centralizers in directional holes. A CCL is not an adequate centralizer.

Complete log header with casing/cement data, tool/panel data, gate settings and tool sketch showing centralizers.

Set the amplitude gate so that skipping does not occur at amplitudes greater than 5 mV.

Record amplitude with fixed gate and note position on log.

Record amplified amplitude on a 5X scale for low amplitudes.

Record amplitude and travel time on the 3 foot receiver.

Record travel time on a 100 μ s scale (150 - 250, 200 - 300).

Logging speed should be approximately 30 ft/min.

Log repeat sections.

PART IV - QUALITY CONTROL

Compare the tool calibration data to see if the tool "drifts" during logging. Differences in the calibration data may require you to re-log the well to obtain reliable data.

Compare repeat sections to see if logging results are repeatable.

Check the logged free pipe travel times with the service company charts for the specific tool and casing size used. Since the travel times depend on such factors as casing weight, type of fluid in the hole, etc., these charts should be used only as guidelines. When you are confident of the

free-pipe travel times as seen on the log, use them. When interpreting the log, a decrease in travel time (faster times) with simultaneous reduction of amplitude may show a de-centered tool. A 4 to 5 micro-second (μ s) decrease in travel time corresponds to about a 35% loss of amplitude. A decrease in travel time more than 4 to 5 μ s is unacceptable.

PART V - LOG INTERPRETATION

Do not rely on the service company charts for amplitudes corresponding to a good bond. These amplitudes depend on many factors: type of cement used, fluid in the hole, etc.

To estimate bond index, choose intervals on the log that correspond to 0% bond and 100% bond. Read the amplitude corresponding to 100% bond from the best-bonded interval on the log (NOTE: the accuracy of this amplitude reading is very critical to the bond index calculations). Next, find the amplitude corresponding to 0% bond. Some bond logs may not include a section with free pipe. In this instance, choose the appropriate free-pipe travel time from the service company charts for your specific tool, or from the generalized chart (TABLE 2) at the end of this guidance. To calculate a bond index of 80%, use the following equation:

$$A_{80} = 10^{[(0.2)\log(A_0) + (0.8)\log(A_{100})]}$$

where:

 A_{80} = Amplitude at 80% bond (mV) A_{0} = Amplitude at 0% bond (mV) A_{100} = Amplitude at 100% bond (mV)

EXAMPLE

As an example, consider a bond log showing the following conditions:

- Free pipe (0% bond) amplitude at 81 mV.
- 100 % bond amplitude at 1 mV.

Substituting the above values into the equation results in:

$$A_{80} = 10^{[(0.2)\log(81)+(0.8)\log(1)]}$$

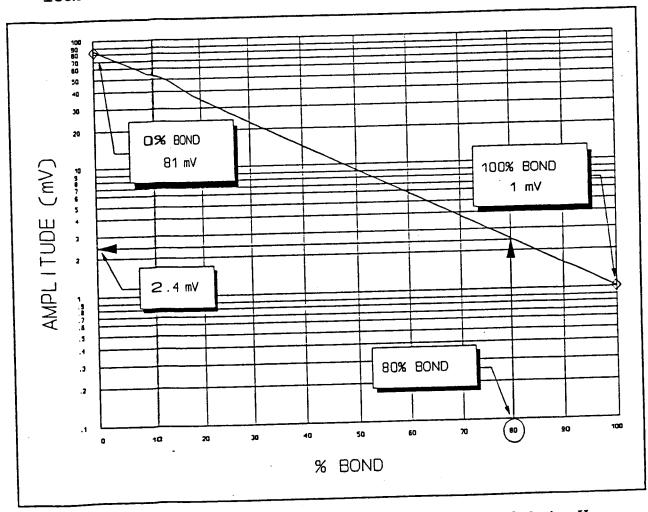
$$A_{80} = 2.41 mV$$

Another way to calculate the amplitude at 80% bond is by plotting these same log readings on a semi-log chart.

Plot the values for 0% Bond and 100% Bond vs. their respective Amplitudes on a semi-log chart - amplitudes on the log scale (y-axis), and bond indices on the linear scale (x-axis). Then, connect the points with a straight line.

To estimate the amplitude corresponding to an 80% Bond Index, enter the graph on the x-axis at 80% bond. Draw a straight line upward until you reach the diagonal line connecting the 0% and 100% points. Continue by drawing a horizontal line to the y-axis. This point on the y-axis is the amplitude corresponding to an 80% Bond Index.

Using the values from the example above, your chart will look like that shown below:



In this example, 80% bond shows an amplitude of 2.4 mV.

A convenient way to evaluate the log is to draw a line on the bond log's amplified amplitude (5X) track corresponding to the calculated 80% bond amplitude. Whenever the logged amplified amplitude (5X) curve drops below (to the left of) the drawn line, this indicates a bond of 80% or more.

PART IV - CONCILUSIONS - REMINDERS

Different pipe weights and cement types will affect the log readings, so be mindful of these factors in wells with varying pipe weights and staged cement or squeeze jobs.

Collars generally do not show up on the VDL track in well-bonded sections of casing.

Longer (slower) travel time due to cycle skipping or cycle stretch usually suggests good bonding.

Shorter (faster) travel times indicate a de-centered tool or a fast formation and will provide erroneous amplitude readings that make evaluation impossible through that section of the log. Fast formations do not assure that the cement contacts the formation all around the borehole.

Although the bond index is important, you should not base your assessment of the cement quality on that one factor alone. You should use the VDL to support any indication of bonding. Also, you must know how each portion of the CBL (VDL, travel time, amplitude, etc.) influences another.

Most 3'-5' CBL's cannot identify a 1/2" channel in cement. Therefore, you also need to consider the thickness of a cemented section needed to provide zone isolation. For adequate isolation in injection wells, the log should indicate a continuous 80% or greater bond through the following intervals as seen in TABLE 1, below:

TABLE 1 - INTERVALS FOR ADEQUATE BOND

| | | | | DOND | ₹ | 80% | (ft) |
|--------------------|------------|------------|----------|------|---|-----|------|
| PIPE DIAMETER (in) | CONTINUOUS | INTERVAL V | MITH | POND | | | |
| 4-1/2 | | 15 | 5 | | | | |
| | | 15 | 5 | | | | |
| 5 | | 11 | Ω | | | | |
| 5-1/2 | | | | | | | |
| 7 | • | 3: | <u> </u> | | | | |
| 7-5/8 | | 3 | 6 | | | | |
| | | 4 | 5 | | | | |
| 9-5/8 | - | 54 | | | | | |
| 10-3/4 | · | | | | | | |

Adequately bonded cement by itself will not prevent fluid movement. If the bond log shows adequate bond through an interval where the geology allows fluid to move (permeable and/or fractured zones), fluids may move around perfectly bonded cement by travelling through the formation. Always cross-check your bond log with open hole logs to see that you have adequate bonding through the proper interval(s).

TABLE 2 - TRAVEL TIMES AND AMPLITUDES FOR FREE PIPE (3 FT RECEIVER)

| CASING | CASING | TRAVEL TI | AMPLITUDE (mV) | | |
|-----------|----------------|---------------------------|----------------|------|--|
| SIZE (in) | WEIGHT (1b/ft) | 1-11/16" TOOL 3-5/8" TOOL | | | |
| 4-1/2 | 9.5 | 252 | 233 | 81 | |
| | 11.6 | 250 | 232 | 81 | |
| | 13.5 | 249 | 230 | 81 | |
| | 15.0 | 257 | 238 | 76 | |
| 5 | 18.0 | 255 | 236 | 76 | |
| | 20.3 | 253 | 235 | 76 | |
| | 15.5 | 266 | 248 | 72 | |
| E 1/2 | 17.0 | 265 | 247 | 72 | |
| 5-1/2 | 20.0 | 264 | 245 | 72 | |
| , | 23.0 | 262 | 243 | 72 | |
| | 23.0 | 291 | 271 | 62 | |
| | 26.0 | 289 | 270 | 62 | |
| | 29.0 | 288 | 268 | 62 | |
| 7 | 32.0 | 286 | 267 | 62 | |
| | 35.0 | 284 | 265 | 62 | |
| | 38.0 | 283 | 264 | 62 | |
| | 26.4 | 301 | 281 | 59 | |
| | 29.7 | . 299 | 280 · | 59 | |
| 7-5/8 | 33.7 | 297 | ·278 · | 59 | |
| | 39:0 | · 295 | 276 | · 59 | |
| 9-5/8 | 40.0 | 333 | 313 | 51 | |
| | 43.5 | 332 | 311 | 51 | |
| | 47.0 | 330 | 310 | 51 | |
| | 53.5 | 328 | 309 | 51 | |
| 10-3/4 | 40.5 | 354 | 333 | 48 | |
| | 45.5 | 352 | 332 | 48 | |
| | 51.0 | 350 | 330 | 48 | |
| | 55.5 | 349 | 328 | 48 | |

SUBJECT: GROUND WATER SECTION GUIDANCE NO. 35

Procedures to follow when excessive annular pressure is

observed on a well.

FROM: Tom Pike, Chief

UIC Direct Implementation Section

TO: All Section Staff

Montana Operations Office

The following procedure is intended as an aid to UIC field inspectors when they encounter excessive annular pressure on a well. Excessive annular pressure is defined as 100 psi or 10% of the tubing pressure, whichever is less.

Usually, annular pressure is a direct indication of a loss of mechanical integrity. In some instances, recurring annular pressure may be caused by fluctuations in the temperature of the injected fluid. These temperature fluctuations may cause the annular pressure to increase when a hot fluid is being injected and decrease as the temperature of the injected fluid cools. The presence of temperature-induced pressure on the annulus does not indicate a malfunction in the casing/tubing/packer system and is not considered a loss of mechanical integrity. Wells exhibiting recurring temperature-induced annular pressure may be allowed to continue injecting if a temperature monitoring program is approved and followed.

This guidance was written to help determine the cause of annular pressure. When the procedures in this guidance are followed, any major mechanical integrity problems (a breech in the casing/tubing/packer system) will become apparent quickly. A quick determination will allow the operator to begin follow-up procedures immediately to prevent contamination to USDWs.

Use Section Guidance No. 35 to determine <u>if</u> the well has experienced a loss of mechanical integrity. If you find that there <u>is</u> a loss of mechanical integrity, use *Headquarters Guidance No. 76. - Follow-up to loss of Mechanical Integrity for Class II Wells* to bring the well back into compliance. The use of Section Guidance No. 35 is not to be confused with, nor does it supersede any provision of Headquarters Guidance No. 76. Instead, the two guidance documents are meant to work together to identify and to remedy any potential mechanical integrity failure.

A flowchart for Section Guidance No. 35 is included for quick reference in the field.

PROCEDURES TO FOLLOW WHEN EXCESSIVE ANNULAR PRESSURE IS OBSERVED

During field inspections, the following procedures should be followed when excessive annular pressure is observed. Excessive annular pressure is defined as 100 psi or 10% of the tubing pressure, whichever is less.

NOTE CONDITIONS AT THE WELL

Note tubing and annular pressure readings, and the operating status of the well (injecting, shut-in, etc.) on the UIC inspection form.

SEE IF ANNULUS PRESSURE WILL BLEED-OFF

Attempt to bleed the pressure from the annulus by having the operator open the annulus (for a maximum of sixty seconds).

It is the operator's responsibility to collect and dispose of any fluids bled from the annulus.

DID THE ANNULAR PRESSURE BLEED TO 0 PSI WITHIN SIXTY SECONDS?

YES

<u>NO</u>

Have the operator close the annulus.

On your inspection form note the volume of fluid (or gas) bled from the annulus during the sixty seconds, and the tubing and annulus pressures. Have the operator close the annulus.

On your inspection form note the volume of fluid (or gas) bled from the annulus during the sixty seconds, and the tubing and annulus pressures.

Have the operator shut the well in for 2 hours, and if possible, bleed pressure from the injection tubing. Record the tubing and annulus pressure after two hours.

Bleed off the annulus for 60 seconds. Record the tubing and annulus pressures after bleed-off, and estimate the volume bled off.

INFORM THE OPERATOR THAT THE WELL HAS AN APPARENT MECHANICAL INTEGRITY FAILURE and provide the operator with the guidance that discusses OPERATOR RESPONSIBILITIES FOLLOWING MECHANICAL INTEGRITY FAILURES.

END PROCEDURE.

SEE IF PRESSURE RETURNS WITHIN 15 MINUTES

Continue to monitor the well for annulus pressure return for at least 15 minutes after the annulus valve is closed.

DOES PRESSURE RETURN TO THE NULUS AFTER 15 IUTES?

DOES PRESSURE RETURN TO THE

ANNULUS WITHIN

DOES THE WELL PASS THE MIT?

14 DAYS?

YES

NO

On your inspection form, note Require the operator to the annulus and tubing pressures recorded after 15 minutes.

Have the operator shut the well in for 2 hours, and if possible, bleed pressure from the injection tubing. the tubing and annulus pressure after two hours.

Bleed off the annulus for 60 Record the tubing seconds. and annulus pressures after bleed-off, and estimate the volume bled off.

INFORM THE OPERATOR THAT THE WELL HAS AN APPARENT MECHANICAL INTEGRITY FAILURE and provide the operator with the guidance that discusses OPERATOR RESPONSIBILITIES FOLLOWING MECHANICAL INTEGRITY FAILURES.

END PROCEDURE.

YES

EPA Technical Expert will design a proper Mechanical Integrity test.

Compliance officer will require the operator to conduct the test within 14 days.

YES

Require the operator to monitor and report to EPA with the annulus and tubing pressures for at least 14 days to see if pressure returns to the annulus.

Instruct the operator to contact EPA as soon as any nroddiiro rotiirna to tho

monitor and report to EPA with the annulus and tubing pressures for at least 14 days to see if pressure returns to the annulus.

Instruct the operator to Record contact EPA as soon as any pressure returns to the annulus.

NO

The well is considered to have mechanical integrity.

END PROCEDURE.

NO

INFORM THE OPERATOR THAT THE WELL HAS AN APPARENT MECHANICAL INTEGRITY FAILURE and provide the operator with the guidance that discusses OPERATOR RESPONSIBILITIES FOLLOWING MECHANICAL INTEGRITY FAILURES.

DOES PRESSURE
RETURN TO THE
JLUS WITHIN
DAYS?

YES

NO

EPA Technical Expert will design a proper Monitoring Program to determine the cause of recurrent annular pressure.

Compliance officer will require the operator to begin the Monitoring program within 14 days.

Conduct unannounced inspections at the well during the Monitoring Program.

The well is considered to have mechanical integrity.

END PROCEDURE.

IS THE ANNULUS PRESSURE CAUSED BY TEMPERATURE?

YES

EPA Technical Expert will design a proper Temperature Monitoring Program that allows injection to continue while tracking relationship between temperature and recurrent annulus pressure.

Compliance officer will require the operator to cease injection immediately if the operator fails to follow the Temperature Monitoring Program.

Compliance officer will require the operator to cease injection immediately if recurrent annular pressures cannot be explained by the results of the Temperature Monitoring Program.

Compliance officer will require annual Mechanical Integrity Tests using the standard pressure method.

<u>NO</u>

INFORM THE OPERATOR THAT THE WELL HAS AN APPARENT MECHANICAL INTEGRITY FAILURE and provide the operator with the guidance that discusses OPERATOR RESPONSIBILITIES FOLLOWING MECHANICAL INTEGRITY FAILURES.

END PROCEDURE.

14-DAY PRESSURE MONITORING

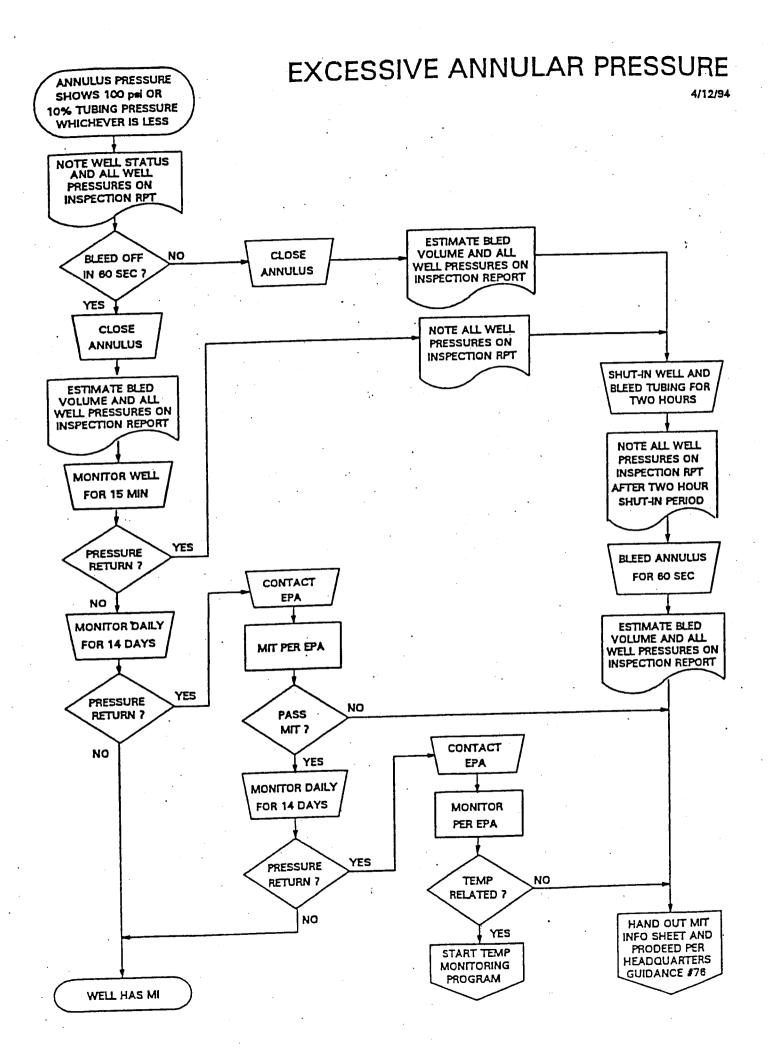
Please use this form to report data for a 14-day period after pressure is bled from the tubing-casing annulus. Please telephone EPA in Denver as soon as possible when/if pressure returns to the annulus. This data will be used to determine the cause(s) of recurrent annular pressure.

NOTE:

DO NOT BLEED PRESSURE FROM ANNULUS DURING THE 14-DAY MONITORING PERIOD.

| | DATE | TIME | ANNULUS PRESSURE (psi) | TUBING PRESSURE (psi) | WELL INJECTING (YES/NO) |
|----|------|------|------------------------------|-----------------------------|-------------------------------|
| 1 | · | | | | |
| 2 | | | · | | |
| 3 | | | | | |
| 4 | | | | | |
| 5 | | | | | |
| 6 | | | | | |
| 7 | | | · | | |
| 8 | | | | | |
| 9 | | | | | |
| 10 | | | · | | · |
| 11 | | | | | |
| 12 | | | | | |
| 13 | | | | | |
| 14 | | | | | |

| ELL NAME: | | • |
|-----------|-----------------------------|-------|
| ATOR: | | |
| IGNATURE: | 1994:RCT/RCT/k:\guidance.35 | DATE: |



A CONTRACTOR OF THE PARTY OF TH

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

REGION VIII

999 18th STREET - SUITE 500 DENVER, COLORADO 80202-2466

OPERATOR RESPONSIBILITIES FOLLOWING MECHANICAL INTEGRITY FAILURES

- 1) IMMEDIATELY Cease injection and shut-in the well as rapidly as feasible. In no case shall the well remain in operation beyond 48 hours unless Tom Pike, Chief, Underground Injection Control Implementation (UIC-I) Section [(303) 293-1544] allows for temporary operation of the well.
- 2) <u>WITHIN 24 HOURS</u> Verbally notify the UIC-I Section Chief of MIT failure even in cases where the failure is detected during a test which was witnessed by a UIC inspector.
- 3) WITHIN 5 DAYS Submit a written follow-up report documenting test results, remediation taken or a proposed remediation plan and any limits established by the Director on appropriate volume or time for continued injection operation.



UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

REGION VIII

999 18th STREET - SUITE 300 DENVER, COLORADO 80202-2466

SUBJECT: GROUND WATER SECTION GUIDANCE NO. 37

Demonstrating Part II (external) Mechanical Integrity

for a Class II injection well permit.

FROM:

Tom Pike, Chief

UIC Direct Implementation Section

TO:

All Section Staff

Montana Operations Office

During the review for a Class II injection well permit, consideration must be given to the mechanical integrity (MI) of the well. MI demonstrates that the well is in sound condition and that the well is constructed in a manner that prevents injected fluids from entering any formation other than the authorized injection formation.

A demonstration of MI is a two part process:

- <u>PART I</u> **INTERNAL MECHANICAL INTEGRITY** is an assurance that there are no significant leaks in the casing/tubing/packer system.
- PART II EXTERNAL MECHANICAL INTEGRITY demonstrates that after fluid is injected into the formation, the injected fluids will not migrate out of the authorized injection interval through vertical channels adjacent to the wellbore.

A Class II injection well may demonstrate <u>Part II MI</u> by showing that injected fluids remain within the authorized injection interval. This may be accomplished as follows:

- 1) Cement bond log showing 80% bond through the an appropriate interval (Section Guidance 34),
- 2) Radioactive tracer survey conducted according to a EPAapproved procedure, or
- 3) Temperature survey conducted according to a EPA-approved procedure (Section Guidance 38).

For each test option above, the operator of the injection well should submit a plan for conducting the test. The plan will then be approved (or modified and approved) by EPA. EPA's preapproval of the testing method will assure the operator that the

test is conducted consistent with current EPA guidance, and that the test will provide meaningful results.

Part II MI may be demonstrated either before or after issuing the Final Permit. However, if Part II is to be demonstrated after the Final Permit is issued, a provision in the permit will require the demonstration of Part II MI. The well will also be required to pass Part II MI prior to granting authorization to inject.

Radioactive tracer surveys and temperature surveys require that the well be allowed to inject fluids as part of the procedure. In these cases, a well that has shown no other demonstration of Part II MI will be allowed to inject only that volume of fluid that is necessary to conduct the appropriate test.

After the results of the test proves that the well has passed Part II MI, the well will be given authorization to begin full injection operations.

If any of the tests show a lack of Part II MI, the well will be repaired and retested, or plugged (See Headquarters Guidance #76).

Mechanical Integrity Test Casing or Annulus Pressure Mechanical Integrity Test U.S. Environmental Protection Agency Underground Injection Control Program, UIC Direct Implementation Program 8P-W-GW 999 18th Street, Suite 500 Denver, CO 80202-2466

| EPA Witness: | | | | ate:/ | | |
|-----------------------------|--|-------------|---------------------------------------|-------------|---------------------------------------|---------------------------------------|
| Test conducted by: | | | | | | |
| Others present: | | | | | | |
| Well Name: Field: S | | | •• | R SWD | | |
| Operator: | | | | | | |
| Last MIT:/ | Ma | aximum Allo | wable Pressu | re: | | PSIG |
| , | eduled test? [for permit? [ell rework? [|] Yės [|] No | | · | · · · · · · · · · · · · · · · · · · · |
| Well injecting d | uring test? [|] Yes [|] No I | Yes, rate: | | bpd |
| Pre-test casing/tubing annu | | | | | · · · · · · · · · · · · · · · · · · · | |
| MIT DATA TABLE | Test #1 | | Te | st #2 | To | est #3 |
| TUBING | PRESS | URE | | | | y., |
| Initial Pressure | | psig | | psig | | psig |
| End of test pressure | | psig | | psig | <u> </u> | psig |
| CASING / TUBING | ANNU | LUS | PRESSUA | RE | · · · · · · · · · · · · · · · · · · · | |
| 0 minutes | | psig | | psig | <u> </u> | psig |
| 5 minutes | | psig | | psig | | psig |
| 10 minutes | | psig | | psig | | psig |
| 15 minutes | · | psig | · | psig | · | psig |
| 20 minutes | | psig | | psig | | psig |
| 25 minutes | | psig | · · · · · · · · · · · · · · · · · · · | psig | | psig |
| 30 minutes | | psig | | psig | · | psig |
| minutes | | psig | | psig | | psig |
| minutes | | psig | | psig | | psig |
| RESULT | [] Pass | []Fail | [] Pass | []Fail | [] Pass | []Fail |

Does the annulus pressure build back up after the test? [] Yes



UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

REGION VIII

999 18th STREET - SUITE 500 DENVER, COLORADO 80202-2466

SUBJECT: GROUND WATER SECTION GUIDANCE NO. 39

Pressure testing injection wells for Part I (internal)

Mechanical Integrity

FROM:

Tom Pike, Chief

UIC Direct Implementation Section

TO:

All Section Staff

Montana Operations Office

Introduction

The Underground Injection Control (UIC) regulations require that an injection well have mechanical integrity at all times (40 CFR 144.28 (f) (2) and 40 CFR 144.51 (q) (1)). A well has mechanical integrity (40 CFR 146.8) if:

- (1) There is no significant leak in the tubing, casing or packer; and
- (2) There is no significant fluid movement into an underground source of drinking water (USDW) through vertical channels adjacent to the injection wellbore.

Definition: Mechanical Integrity Pressure Test for Part I. A pressure test used to determine the integrity of all the downhole components of an injection well, usually tubing, casing and packer. It is also used to test tubing cemented in the hole by using a tubing plug or retrievable packer. Pressure tests must be run at least once every five years. If for any reason the tubing/packer is pulled, the injection well is required to pass another mechanical integrity test of the tubing casing and packer prior to recommencing injection regardless of when the last test was Tests run by operators in the absence of an EPA inspector must be conducted according to these procedures and recorded on either the attached form or an equivalent form containing the necessary information. A pressure recording chart documenting the actual annulus test pressures must be attached to the form.

This guidance addresses making a determination of Part I of Mechanical Integrity (no leaks in the tubing, casing or packer). The Region's policy is: 1) to determine if there are significant leaks in the tubing, casing or packer; 2) to assure that the casing can withstand pressure similar to that which

would be applied if the tubing or packer fails; 3) to make the Region's test procedure consistent with the procedures utilized by other Region VIII Primacy programs; and 4) to provide a procedure which can be easily administered and is applicable to all class I and II wells. Although there are several methods allowed for determining mechanical integrity, the principal method involves running a pressure test of the tubing/casing annulus. Region VIII's procedure for running a pressure test is intended to aid UIC field inspectors who witness pressure tests for the purpose of demonstrating that a well has Part I of Mechanical Integrity. The guidance is also intended as a means of informing operators of the procedures required for conducting the test in the absence of an EPA inspector.

Pressure Test Description

Test Frequency

The mechanical integrity of an injection well must be maintained at all times. Mechanical integrity pressure tests are required at least every five (5) years. If for any reason the tubing/packer is pulled, however, the injection well is required to pass another mechanical integrity test prior to recommencing injection regardless of when the last test was conducted. The Regional UIC program must be notified of the workover and the proposed date of the pressure test. The well's test cycle would then start from the date of the new test if the well passes the test and documentation is adequate. Tests may be required on a more frequent basis depending on the nature of the injectate and the construction of the well (see Section guidance on MITs for wells with cemented tubing and regulations for Class I wells).

Region VIII's criteria for well testing frequency is as follows:

- Class I hazardous waste injection wells; initially [40 CFR 146.68(d)(1)] and annually thereafter;
- Class I non-hazardous waste injection wells; initially and every two (2) years thereafter, except for old permits (such as the disposal wells at carbon dioxide extraction plants which require a test at least every five years);
- 3. Class II wells with tubing, casing and packer; initially and at least every five (5) years thereafter;
- 4. Class II wells with tubing cemented in the hole; initially and every one (1) or two (2) years thereafter

depending on well specific conditions (See Region VIII UIC Section Guidance #36);

- 5. Class II wells which have been temporarily abandoned (TAd) must be pressure tested after being shut-in for two years; and
- 6. Class III uranium extraction wells; initially.

Test Pressure

To assure that the test pressure will detect significant leaks and that the casing is subjected to pressure similar to that which would be applied if the tubing or packer fails, the tubing/casing annulus should be tested at a pressure equal to the maximum allowed injection pressure or 1000 psiq whichever is less. The annular test pressure must, however, have a difference of at least 200 psiq either greater or less than the injection tubing pressure. Wells which inject at pressures of less than 300 psiq must test at a minimum pressure of 300 psiq, and the pressure difference between the annulus and the injection tubing must be at least 200 psi.

<u>Test Criteria</u>

- 1. The duration of the pressure test is 30 minutes.
- 2. Both the <u>annulus and tubing pressures should be</u> monitored and recorded every five (5) minutes.
- 3. If there is a pressure change of 10 percent or more from the initial test pressure during the 30 minute duration, the well has failed to demonstrate mechanical integrity and should be shut-in until it is repaired or plugged.
- 4. A pressure change of 10 percent or more is considered significant. If there is no significant pressure change in 30 minutes from the time that the pressure source is disconnected from the annulus, the test may be completed as passed.

Recordkeeping and Reporting

The test results must be recorded on the attached form. The annulus pressure should be recorded at five (5) minute intervals. Tests run by operators in the absence of an EPA inspector must be conducted according to these procedures and recorded on the attached form or an equivalent form and a pressure recording

chart documenting the actual annulus test pressures must be attached to the submittal. The tubing pressure at the beginning and end of each test must be recorded. The volume of the annulus fluid bled back at the surface after the test should be measured and recorded on the form. This can be done by bleeding the annulus pressure off and discharging the associated fluid into a five gallon container. The volume information can be used to verify the approximate location of the packer.

Procedures for Pressure Test

- Scheduling the test should be done at least two (2) weeks in advance.
- 2. Information on the well completion (location of the packer, location of perforations, previous cement work on the casing, size of casing and tubing, etc.) and the results of the previous MIT test should be reviewed by the field inspector in advance of the test. Regional UIC Guidance #35 should also be reviewed. Information relating to the previous MIT and any well workovers should be reviewed and taken into the field for verification purposes.
- 3. All Class I wells and Class II SWD wells should be shut-in prior to the test. A 12 to 24-hour shut-in is preferable to assure that the temperature of the fluid in the wellbore is stable.
- 4. Class II enhanced recovery wells may be operating during the test, but it is recommended that the well be shut-in if possible.
- 5. The operator should fill the casing/tubing annulus with inhibited fluid at least 24 hours in advance, if possible. Filling the annulus should be undertaken through one valve with the second valve open to allow air to escape. After the operator has filled the annulus, a check should be made to assure that the annulus will remain full. If the annulus can not maintain a full column of fluid, the operator should notify the Director and begin a rework. The operator should measure and report the volume of fluid added to the annulus. If not already the case, the casing/tubing valves should be closed, at least, 24 hours prior to the pressure test.

Following steps are at the well:

6. Read tubing pressure and record on the form. If the

well is shut-in, the reported information on the actual maximum operating pressure should be used to determine test pressures.

- 7. Read pressure on the casing/tubing annulus and record value on the form. If there is pressure on the annulus, it should be bled off prior to the test. If the pressure will not bleed-off, the guidance on well failures (Region VIII UIC Section Guidance #35) should be followed.
- 8. Ask the operator for the date of the last workover and the volume of fluid added to the annulus prior to this test and record information on the form.
- 9. Hook-up well to pressure source and apply pressure until test value is reached.
- 10. Immediately disconnect pressure source and start test time (If there has been a significant drop in pressure during the process of disconnection, the test may have to be restarted). The pressure gages used to monitor injection tubing pressure and annulus pressure should have a pressure range which will allow the test pressure to be near the mid-range of the gage. Additionally, the gage must be of sufficient accuracy and scale to allow an accurate reading of a 10 percent change to be read. For instance, a test pressure of 600 psi should be monitored with a 0 to 1000 psi gage. The scale should be incremented in 20 psi increments.
- 11. Record tubing and annulus pressure values every five (5) minutes.
- 12. At the end of the test, record the final tubing pressure.
- 13. If the test fails, check the valves, bull plugs and casing head close up for possible leaks. The well should be retested.
- 14. If the second test indicates a well failure, the Region should be informed of the failure within 24 hours by the operator, and the well should be shut-in within 48 hours per Headquarters guidance #76. A follow-up letter should be prepared by the operator which outlines the cause of the MIT failure and proposes a potential course of action. This report should be submitted to EPA within five days.

- 15. Bleed off well into a bucket, if possible, to obtain a volume estimate. This should be compared to the calculated value obtained using the casing/tubing annulus volume and fluid compressibility values.
- 16. Return to office and prepare follow-up.

Alternative Test Option

While it is expected that the test procedure outlined above will be applicable to most wells, the potential does exist that unique circumstances may exist for a given well that precludes or makes unsafe the application of this test procedure. In the event that these exceptional or extraordinary conditions are encountered, the operator has the option to propose an alternative test or monitoring procedures. The request must be submitted by the operator in writing and must be approved in writing by the UIC-Implementation Section Chief or equivalent level of management.

Attachment

Mechanical Integrity Test Casing or Annulus Pressure Mechanical Integrity Test U.S. Environmental Protection Agency Underground Injection Control Program, UIC Direct Implementation Program 8P-W-GW 999 18th Street, Suite 500 Denver, CO 80202-2466

| EPA Witness: | | · · | Date: | , , | |
|-----------------------------|--|---|--------------|--|--------------|
| Test conducted by: | | | | | |
| Others present: | | ··· | | | - |
| Well Name | | | | | - |
| Field: | | 1ype: 1 | ER SWD | Status: AC | TA UC |
| Location: | Sec: TN/S | RE/W (| County: | Sta | ite. |
| Operator: | | | | Su | |
| Last MIT:/ | / Maximum | Allowable Pressu | ırė: | | PSIG |
| Is this a romlock, ask | endulad tanta [1 37. | 5 1 N | | | |
| • | neduled test? [] Yes | - | | | |
| · | for permit? [] Yes | | | • | • |
| | vell rework? [] Yes | | | • | • |
| Well injecting | during test? [] Yes | [] No I | f Yes, rate: | | bpd |
| Pre-test casing/tubing annu | llus pressure: | · . | nsio | | • |
| | | | Po.B | | |
| MITDATA TABLE | Test #1 | Te | est #2 | Te | st #3 |
| TUBING | PRESSURE | | | The Markey Service | |
| Initial Pressure | · | sig | psig | | poio |
| End of test pressure | | sig | nsie | | psig |
| CASING / TUBING | ANNULUS | PRESSUR | | | psig |
| 0 minutes | n | sig | | | |
| 5 minutes | | sig | psig | | psig |
| 10 minutes | | sig | psig | | psig |
| 15 minutes | The state of the s | ng tiang kanalagan di pagaman di p | psig | g wingstaligh , spanning componency (2 co.) | psig |
| | | sig | psig | | psig |
| 20 minutes | ps | ig | psig | · | psig |
| 25 minutes | ps | ig | psig | | psig |
| 30 minutes | ps | ig | psig | | psig |
| minutes | ps | ig | psig | | psig |
| | | | | | |
| minutes | psi | | psig | | psig psig |

]Fail

Pass

Pass

STATE OF UTAH

| | DEPARTMENT OF NATURAL F DIVISION OF OIL, GAS AN | | | 5. LEASE DESIGNATION AND SERIAL NUMBER: USA UTU-74404 |
|--|--|---------------------------------------|--|---|
| SUNDRY | WELLS | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: | | |
| Do not use this form for proposals to dril wells, or to drill horizonta | 7. UNIT of CA AGREEMENT NAME: SUNDANCE UNIT | | | |
| 1. TYPE OF WELL: OIL WELL | | | | 8. WELL NAME and NUMBER. |
| 2. NAME OF OPERATOR: | | | | FEDERAL 9-31-8-18 9. API NUMBER: |
| NEWFIELD PRODUCTION COM | PANY | | | 4304734931 |
| 3. ADDRESS OF OPERATOR: | | | PHONE NUMBER | 10. FIELD AND POOL, OR WILDCAT: |
| Route 3 Box 3630 CIT 4 LOCATION OF WELL: | Y Myton STATE UT | ZIP 84052 | 435.646.3721 | MONUMENT BUTTE |
| FOOTAGES AT SURFACE: 2142 FSL 74 | 44 FEL | | | COUNTY: UINTAH |
| OTR/OTR. SECTION. TOWNSHIP. RANGE. 1 | MERIDIAN: NESE, 31, T8S, R18E | | | STATE: UT |
| CHECK APPROP | PRIATE BOXES TO INDICAT | E NATURE (| OF NOTICE, REPO | ORT, OR OTHER DATA |
| TYPE OF SUBMISSION | | | PE OF ACTION | |
| | ACIDIZE | DEEPEN | | REPERFORATE CURRENT FORMATION |
| NOTICE OF INTENT (Submit in Duplicate) | ALTER CASING | FRACTURE T | REAT | SIDETRACK TO REPAIR WELL |
| Approximate date work will | CASING REPAIR | ■ NEW CONST | RUCTION | TEMPORARITLY ABANDON |
| | CHANGE TO PREVIOUS PLANS | OPERATOR O | CHANGE | TUBING REPAIR |
| | CHANGE TUBING | PLUG AND A | BANDON | ■ VENT OR FLAIR |
| SUBSEQUENT REPORT | CHANGE WELL NAME | PLUG BACK | | WATER DISPOSAL |
| (Submit Original Form Only) | X CHANGE WELL STATUS | PRODUCTIO | N (START/STOP) | WATER SHUT-OFF |
| Date of Work Completion: | COMMINGLE PRODUCING FORMATIONS | ☐ RECLAMATI | ON OF WELL SITE | X OTHER: - Injection Conversion |
| 08/07/2006 | X CONVERT WELL TYPE | RECOMPLET | | |
| 12. DESCRIBE PROPOSED OR CO | MPLETED OPERATIONS. Clearly show | all pertinent details | s including dates, depths, ve | olumes, etc. |
| contacted concerning the in 8/10/06 the csg was pressu | erted from a producing oil well to ar nitial MIT on the above listed well. Ired up to 1210 psig and charted fo was 400 psig during the test. Ther 47-34931 | Permission was or 30 minutes w | s given at that time to the first time to go the state of | perform the test on 8/10/06. On The well was not injecting during |
| | |) Oi | Accepted by the Utah Division of I, Gas and Mini R RECORD () | ng |
| NAME (PLEASE PRINT) Callie Duncan | | | TITLE Production Clerk | |

Mechanical Integrity Test Casing or Annulus Pressure Mechanical Integrity Test

U.S. Environmental Protection Agency Underground Injection Control Program 999 18th Street, Suite 500 Denver, CO 80202-2466

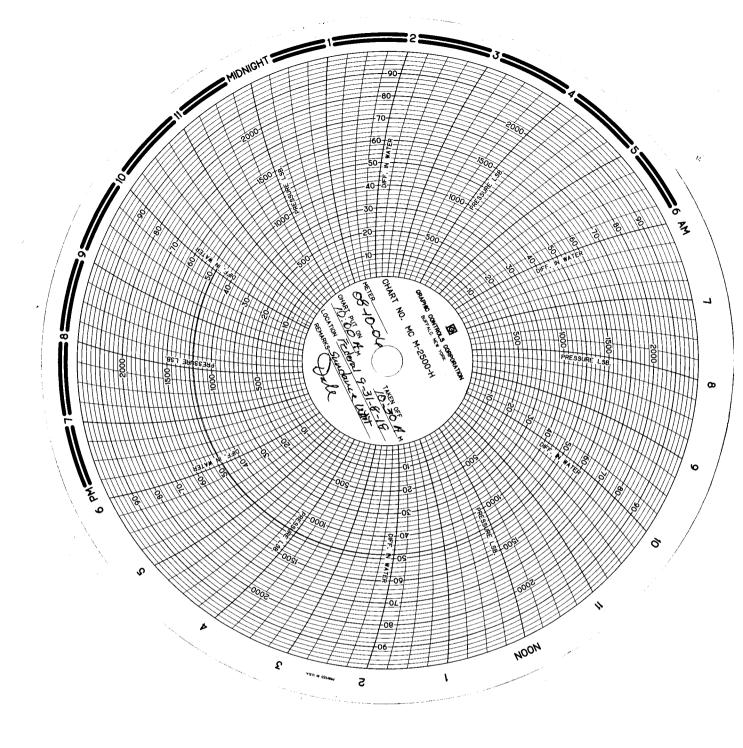
| EPA Witness: Test conducted by: Others present: | | les | Date: _(|)8110 | 106 | |
|--|---------------------|-------------------------|-------------------------------------|---------|------------|-------|
| Well Name: Federal Field: Sundance Location: Sec: Operator: / | <u> </u> | N (S) R_ <i>18</i> | Æ W County: | | | |
| Is this a regularly scheduled Initial test for permit? Test after well rework? Well injecting during test? Pre-test casing/tubing annulu | l test? [] [] [] | Yes [Yes [Yes [Yes [|] No] No] No] No If Yes | | bp | d |
| MIT DATA TABLE | Test #1 | | Test #2 | | Test #3 | |
| TUBING | PRESSURE | • | T | | | • |
| Initial Pressure | 400 | psig | | psig | | psig |
| End of test pressure | 400 | psig | | psig | | psig |
| CASING / TUBING | ANNULUS | | PRESSURE | | | |
| 0 minutes | 1210 | psig | | psig | | psig |
| 5 minutes | 1210 | psig | | psig | | psig |
| 10 minutes | 1210 | psig | | psig | | psig |
| 15 minutes | 1210 | psig | | psig | | psig |
| 20 minutes | 1210 | psig | | psig | | psig |
| 25 minutes | 1210 | psig | | psig | | psig |
| 30 minutes | 1210 | psig | | psig | | psig |
| minutes | <u> </u> | psig | | psig | | psig |
| minutes | | psig | | psig | | psig |
| RESULT | [X] Pass | []Fail | [] Pass | []Fail | [] Pass [|]Fail |

Does the annulus pressure build back up after the test ? [] Yes [No

MECHANICAL INTEGRITY PRESSURE TEST

Additional comments for mechanical integrity pressure test, such as volume of fluid added to annulus and bled back at end of test, reason for failing test (casing head leak, tubing leak, other), etc.:

| | |
|-----------------------|-----|
| Signature of Witness: | · · |
| Signature of Withess. | |



FORM 3160-5 (September 2001)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0135 Expires January 31,2004

| H | BUREAU OF LAND MANAGEMENT | | | | |
|--|--|--|--|---|---|
| SUNDRY | SUNDRY NOTICES AND REPORTS ON WELLS | | | | |
| Do not use ti | his form for proposals to | drill or to re-enter an | | USA UTU-7440 | tee or Tribe Name. |
| abandoned we | ell. Use Form 3160-3 (AP | D) for such proposals. | | | |
| CHIDAGO IN TO | RIPLICATE - Other Inst | enotione on reverse eid | | 7 ISIL 14 . CA (A | A Manage and don |
| SUBMIT IN 11 | HEBRAIC - Omei mai | ituetions on reserse sign | • | | Agreement, Name and/or |
| | | | | SUNDANCE U | NIT |
| 1. Type of Well Oil Well Gas Well Case Well | ☐ Other | | | 8. Well Name and | 1 No |
| | _ Other | | | FEDERAL 9-31 | |
| 2. Name of Operator NEWFIELD PRODUCTION CO | NADA NIV | | | | -0-10 |
| 3a. Address Route 3 Box 3630 | WEANT | 3b. Phone (include are c | ode) | 9. API Well No. 4304734931 | |
| Myton, UT 84052 | | 435.646.3721 | ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,, | | l, or Exploratory Area |
| | Sec., T., R., M., or Survey Descrip | | | MONUMENT I | • • |
| 2142 FSL 744 FEL | ice., 1., 1t., W., or but vey besering | priony | | 11. County or Par | |
| | | | | | |
| NESE Section 31 T8S R18E UINTAH, UT | | | | | |
| 12. CHECK | APPROPRIATE BOX(E | S) TO INIDICATE NAT | TURE OF N | OTICE, OR OT | THER DATA |
| TYPE OF SUBMISSION | | ТҮРЕ | OF ACTION | | |
| | Acidize | ☐ Deepen | Productio | n(Start/Resume) | ☐ Water Shut-Off |
| Notice of Intent | Alter Casing | Fracture Treat | Reclamat | • | ☐ Well Integrity |
| D | Casing Repair | New Construction | Recomple | | Other |
| | l = | = * * | _ · | rily Abandon | Change Status, Put Well |
| Final Abandonment | Change Plans | Plug & Abandon | Water Dis | • | on Injection |
| Final Abandonment | X Convert to | Plug Back | water DE | sposai | |
| Bond under which the work will be of the involved operations. If the op Final Abandonment Notices shall be inspection.) | or recomplete horizontally, give subsu performed or provide the Bond No. o peration results in a multiple completi e filed only after all requirements, inc | rface locations and measured and tr in file with BLM/BIA. Required sul on or recompletion in a new interva huding reclamation, have been comp | rue vertical depths bsequent reports s il, a Fonn 3160-4 | of all pertinent marke shall be filed within 30 shall be filed once tes | ers and zones. Attach the 0 days following completion sting has been completed. |
| The above referenced we | ell was put on injection at 2 | 2:00 p.m. on 9/26/06. | | | |
| | | | | | |
| EPA UIC #UT21024-069 | 77 | | | | |
| | | | | | |
| | | | | | |
| | | | Co. | | |
| | | e succession and the succession of the successio | :••10 | | |

Oil, Gas and Minin FOR RECORD ONLY

| I hereby certify that the foregoing is true and | Title | |
|---|--------------------------|------|
| Correct (Printed/Typed) Mandie Crosse | Regulatory Specialist | |
| Signatur Complie Com | Date 09/28/2006 | |
| THIS SPACE FOR FED | ERAL OR STATE OFFICE USE | |
| Approved by | Title | Date |
| Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. | Office | |

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United

States any false, fictitious and fraudulent statements or representations as to any matter within its jurisdiction

RECEIVED SEP 2 9 2006 FORM 3160-5 (September 2001)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0135 Expires January 31,2004

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an
abandoned well. Use Form 3160-3 (APD) for such proposals

UTU-74404

5. Lease Serial No.

| | ell. Use Form 3160-3 (API | | 6. If Indian, Allot | tee or Tribe Name. | |
|---|--|---|---------------------|---|---|
| 1. Type of Well Oil Well Gas Well 2. Name of Operator | Other | | | 7. If Unit or CA/A SUNDANCE U 8. Well Name and FEDERAL 9- | l No. |
| NEWFIELD PRODUCTION CO 3a. Address Route 3 Box 3630 Myton, UT 84052 | OMPANY Sec., T., R., M., or Survey Descript | 3b. Phone (include are 435.646.3721 tion) | code) | 9. API Well No. 4304734931 | l, or Exploratory Area BUTTE |
| 12. CHECK | APPROPRIATE BOX(ES |) TO INIDICATE NA | TURE OF NO | OTICE, OR OT | HER DATA |
| TYPE OF SUBMISSION | | TYPI | E OF ACTION | | |
| □ Notice of Intent □ Subsequent Report □ Final Abandonment | Acidize Alter Casing Casing Repair Change Plans Convert to | Deepen Fracture Treat New Construction Plug & Abandon Plug Back | Reclamati Recomple | te Ily Abandon | Water Shut-Off Well Integrity Other Step Rate Test |

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

A step rate test was conducted on the subject well on January 9, 2007. Results from the test indicate that the fracture gradient is .722 psi/ft. Therefore, Newfield is requesting that the maximum allowable injection pressure (MAIP) be changed to 1250 psi.

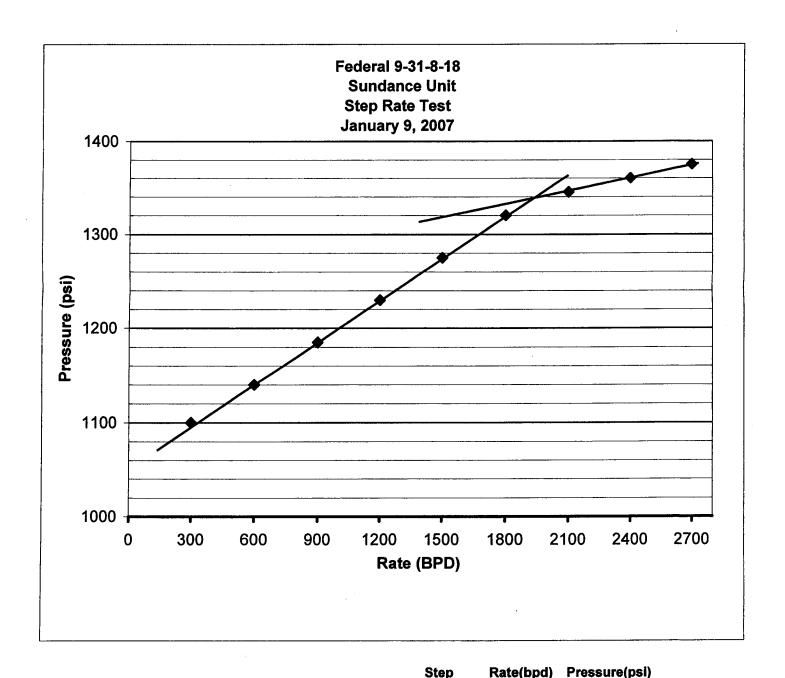
Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY

RECEIVED

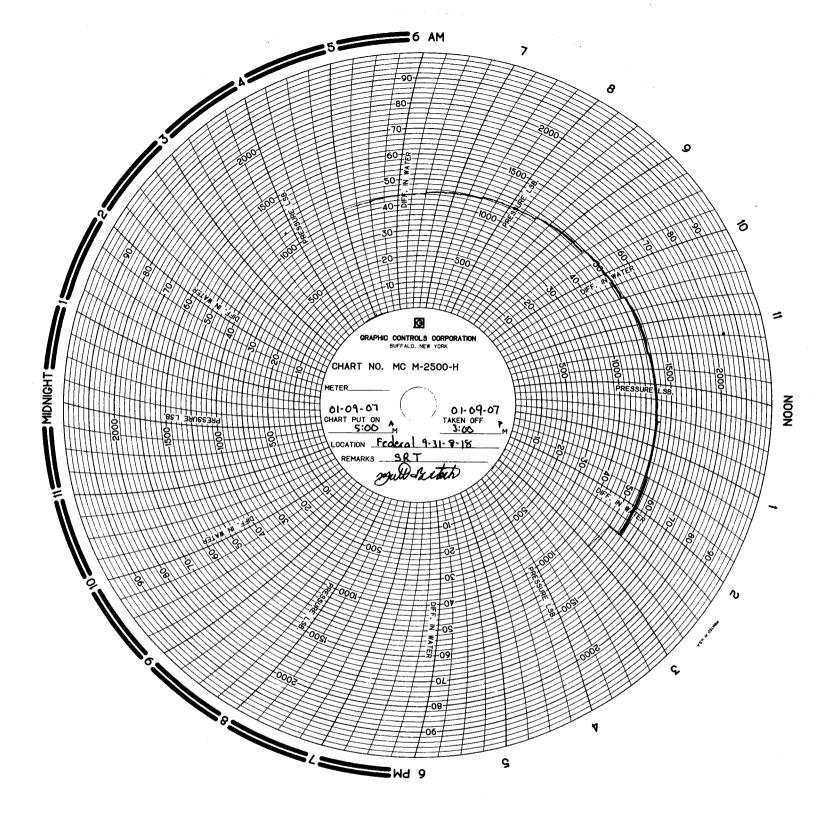
JAN 2 9 2007

| | | | | | JAN 2 3 | 2007 |
|--|---------------|--------------|--|----------------------|-----------------|----------------------------|
| I hereby certify that the foregoing is true and correct (<i>Printed/ Typed</i>) Chevenne Bateman | Title Well | Analyst Fore | eman | 2 33 33 | DIV. OF OIL, GA | \s & mining |
| Signature August | Date 01/24/ | | 111001 | | | - |
| | e kanalan jar | 112 mm | 22 34 4 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 | | | |
| Approved by | | Title | | Date | | _ |
| Conditions of approval, if any, are attached. Approval of this notice does not warrs certify that the applicant holds legal or equitable title to those rights in the subject lewhich would entitle the applicant to conduct operations thereon. | | Office | | | | _ |
| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for States any false, fictitious and fraudulent statements or representations as to any ma | | | fully to make to any department | t or agency of the U | nited | - |

(Instructions on reverse)



| Start Pressure: | 1075 | psi | 1 | 300 | 1100 |
|--|-------|--------|---|------|------|
| instantaneous Shut in Pressure (ISIP): | 1250 | psi . | 2 | 600 | 1140 |
| Top Perforation: | 4417 | feet | 3 | 900 | 1185 |
| Fracture pressure (Pfp): | 1340 | psi | 4 | 1200 | 1230 |
| FG: | 0.722 | psi/ft | 5 | 1500 | 1275 |
| | | · | 6 | 1800 | 1320 |
| | | | 7 | 2100 | 1345 |
| | | | 8 | 2400 | 1360 |
| | | | 9 | 2700 | 1375 |
| | | | | | |



Sundry Number: 17155 API Well Number: 43047349310000

| | STATE OF UTAH | | FORM 9 |
|---|--|--|--|
| | DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING | G | 5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-74404 |
| SUND | RY NOTICES AND REPORTS ON | N WELLS | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: |
| | sals to drill new wells, significantly deepen exis ugged wells, or to drill horizontal laterals. Use A | | 7.UNIT or CA AGREEMENT NAME: GMBU (GRRV) |
| 1. TYPE OF WELL Water Injection Well | | | 8. WELL NAME and NUMBER: FEDERAL 9-31-8-18 |
| 2. NAME OF OPERATOR: NEWFIELD PRODUCTION COM | IPANY | | 9. API NUMBER: 43047349310000 |
| 3. ADDRESS OF OPERATOR: Rt 3 Box 3630 , Myton, UT, 84 | PHONE N 435 646-4825 Ext | IUMBER: | 9. FIELD and POOL or WILDCAT: 8 MILE FLAT NORTH |
| 4. LOCATION OF WELL FOOTAGES AT SURFACE: 2142 FSL 0744 FEL | | | COUNTY: UINTAH |
| QTR/QTR, SECTION, TOWNSHI | IP, RANGE, MERIDIAN: Township: 08.0S Range: 18.0E Meridian: S | | STATE: UTAH |
| 11. CHE | CK APPROPRIATE BOXES TO INDICATE N | IATURE OF NOTICE, REPORT, | OR OTHER DATA |
| TYPE OF SUBMISSION | | TYPE OF ACTION | |
| On 07/05/2011 Nat year MIT on the abo up to 1400 psig and was not injecting du | CHANGE TO PREVIOUS PLANS CHANGE WELL STATUS DEEPEN OPERATOR CHANGE PRODUCTION START OR RESUME REPERFORATE CURRENT FORMATION TUBING REPAIR WATER SHUTOFF | acted concerning the 5 e casing was pressured pressure loss. The welfe was 1150 psig during ble to witness the tegil | Accepted by the Utah Division of |
| | | | |
| NAME (PLEASE PRINT) Lucy Chavez-Naupoto | PHONE NUMBER 435 646-4874 | TITLE Water Services Technician | |
| SIGNATURE N/A | | DATE 8/1/2011 | |

Sundry Number: 17155 API Well Number: 43047349310000

Mechanical Integrity Test Casing or Annulus Pressure Mechanical Integrity Test

U.S. Environmental Protection Agency
Underground Injection Control Program
999 18th Street, Suite 500 Denver, CO 80202-2466

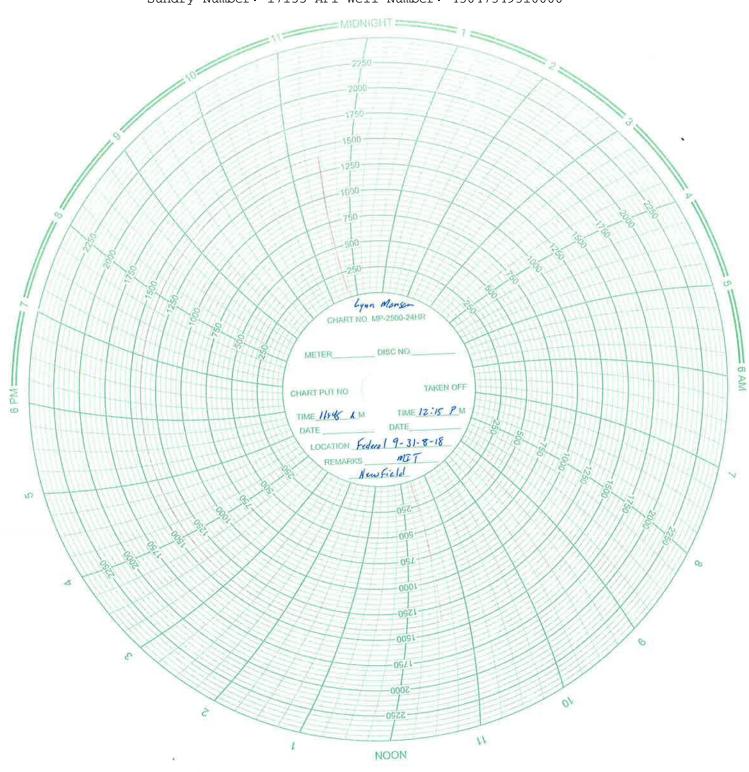
| Test conducted by: | EPA Witness: | | | Date: | 7/26 | 1 11 | |
|--|--|-------------------|----------|--|---------|--------------|-------|
| Well Name: Federal 9-31-8-18 Type: ER SWD Status: AC TA UC Field: Monage Butte Location: NE/SE Sec: 3 T & N/S R 18/E/W County: United State: Life. Operator: New Field Last MIT: / Maximum Allowable Pressure: PSIG Is this a regularly scheduled test? [X] Yes [] No Initial test for permit? [] Yes [X] No Initial test for permit? [] Yes [X] No Well injecting during test? [] Yes [X] No Well injecting during test? [] Yes [X] No If Yes, rate: | Test conducted by: | | | | | | |
| Well Name: Federal 9-31-8-18 Field: Moment Butte Location: NE/SE Sec: 31 T 8 N/S R 18/E/W County: Moment State: Mt. Operator: New Field Last MIT: / / Maximum Allowable Pressure: PSIG Is this a regularly scheduled test? [X] Yes [] No Initial test for permit? [] Yes [X] No Initial test for permit? [] Yes [X] No Well injecting during test? [] Yes [X] No Well injecting during test? [] Yes [X] No If Yes, rate: | | | | | | | |
| Field: Moment Butte Location: NE/SE Sec: 31 T N N/S R SEE/W County: Unital State: Lt. Operator: New Field Last MIT: / Maximum Allowable Pressure: PSIG Is this a regularly scheduled test? [X] Yes [] No Initial test for permit? [] Yes [X] No Test after well rework? [] Yes [X] No Well injecting during test? [] Yes [X] No If Yes, rate: | - | | | | | | |
| Field: Monument Buffe Location: NE/SE Sec: 31 T 8 N/S R 18(E/W County: Unital State: Uf. Operator: New field Last MIT: / Maximum Allowable Pressure: PSIG Is this a regularly scheduled test? [X] Yes [] No Initial test for permit? [] Yes [X] No Initial test for permit? [] Yes [X] No Well injecting during test? [] Yes [X] No If Yes, rate: bpd Pre-test casing/tubing annulus pressure: psig MIT DATA TABLE Test #1 Test #2 Test #3 TUBING PRESSURE Initial Pressure 1/50 psig psig psig End of test pressure 1/50 psig psig psig CASING/TUBING ANNULUS PRESSURE O minutes 1/400 psig psig psig 10 minutes 1/400 psig psig psig O minutes 1/400 psig psig psig O minutes 1/400 psig psig psig | Well Name: Federal 9- | 31-8-18 | 7 | Type: ER SWD | Statu | is: AC TA UC | |
| Location: NE/SE Sec: 31 T & N/8 R / SEP W County: Liver W County: Liver W County: Last MIT: / / Maximum Allowable Pressure: PSIG Is this a regularly scheduled test? [×] Yes [] No Initial test for permit? [] Yes [×] No Well injecting during test? [] Yes [×] No . If Yes, rate: | 7: 11 | Bulle | | S | 1. 4.1 | State: 114 | |
| Departor: | Location: NE/SE Sec | <u>31</u> T 8 N/6 | S R_150 | E/W County: | AINTAS | State. M. | |
| Is this a regularly scheduled test? [X] Yes [] No Initial test for permit? [] Yes [X] No Test after well rework? [] Yes [X] No Well injecting during test? [] Yes [X] No If Yes, rate: | Operator: New | field | | | | | |
| Initial test for permit? Test after well rework? Well injecting during test? Pre-test casing/tubing annulus pressure: Pressure Initial Press | Last MIT:/ | /Maximu | m Allowa | ble Pressure: | | 1010 | |
| MIT DATA TABLE Test #1 Test #2 Test #3 TUBING PRESSURE Initial Pressure Initial Pressure Interpressure | Initial test for permit? Test after well rework? | [] Ye | es [×] | No No | rate: | bpd | |
| MIT DATA TABLE Test #1 Test #2 Test #3 TUBING PRESSURE Initial Pressure | _ | | 0- | | | | |
| TUBING PRESSURE Initial Pressure 1/50 psig psig psig End of test pressure 1/50 psig psig psig CASING/TUBING ANNULUS PRESSURE 0 minutes 1/400 psig psig psig 5 minutes 1/400 psig psig psig 10 minutes 1/400 psig psig psig | re-test casing/tubing annulu | s pressure: | -6 | psi | g | | |
| TUBING PRESSURE Initial Pressure 1/50 psig psig psig End of test pressure 1/50 psig psig psig CASING/TUBING ANNULUS PRESSURE 0 minutes 1/400 psig psig psig 5 minutes 1/400 psig psig psig 10 minutes 1/400 psig psig psig | | | т | TI -4 40 | | Test #3 | |
| Initial Pressure | MIT DATA TABLE | | | Test #2 | | Test no | |
| Initial Pressure | TUBING | | | | | | neig |
| End of test pressure 1/50 psig psig PRESSURE CASING/TUBING ANNULUS PRESSURE 0 minutes 1/400 psig psig psig psig 10 minutes 1/400 psig psig psig psig | Initial Pressure | 1150 | psig | | | | |
| O minutes1400psigpsigpsig5 minutes1400psigpsigpsig10 minutes1400psigpsig | End of test pressure | 1150 | psig | A Part of the Control | psig | | psig |
| 0 minutes1400psigpsigpsig5 minutes1400psigpsigpsig10 minutes1400psigpsig | CASING / TUBING | ANNULUS | | PRESSURE | | | |
| 5 minutes 1400 psig psig psig psig 10 minutes 1400 psig psig psig | | 1400 | psig | | psig | | psig |
| 10 minutes psig psig psig | | | psig | ą. | psig | | psig |
| | 10 minutes | | psig | | psig | | psig |
| 15 minutes psig psig psig | | | psig | | psig | (4) | psig |
| nsia nsia psia | | | nsig | | psig | ~ | psig |
| 20 Hilliates 1400 Pro price project | | 1100 | | 140.0 | | | psig |
| 25 minutes 400 psig posig | 25 minutes | 1900 | | | | | psig |
| 30 minutes 400 psig P-8 | 30 minutes | 1400 | psig | | | | |
| minutes | minutes | E | psig | 2.0 | | | psig |
| minutes | minutes | | psig | | psig | | psig |
| RESULT [Mass [Mass Mass Mass Mass Mass Mass Ma | RESULT | [X] Pass |]Fail | [] Pass | []Fail | Pass [|]Fail |
| 1 111 1 Andrew 2 I Ver IVI No | | | | 7 17 | A NT- | | |

Does the annulus pressure build back up after the test? [] Yes [No MECHANICAL INTEGRITY PRESSURE TEST

Additional comments for mechanical integrity pressure test, such as volume of fluid added to annulus and bled back at end of test, reason for failing test (casing head leak, tubing leak, other), etc.:

| Signature of Witness: | * | |
|-----------------------|---------------------|-----|
| Olg (Later) | RECEIVED Aug. 01, 2 | 011 |

Sundry Number: 17155 API Well Number: 43047349310000

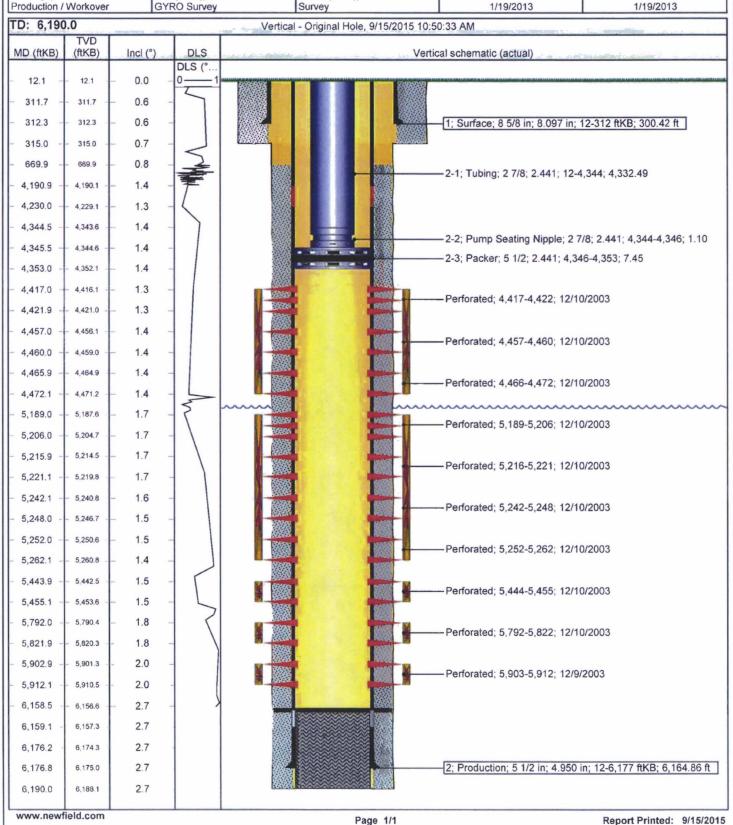


NEWFIELD

Schematic

-047-3493

Well Name: Federal 9-31-8-18 API/UWI State/Province ield Name County 31-8S-18E 43047349310000 500150769 Utah **GMBU CTB9** Uintah Soud Date Rig Release Date On Production Date Original KB Elevation (ft) Ground Elevation (ft) Total Depth All (TVD) (ftKB) PBTD (All) (ftKB 11/21/2003 11/29/2003 4,978 Original Hole - 6,158.6 12/16/2003 4,990 Most Recent Job Primary Job Type Secondary Job Type Job Start Date Job End Date



Page 1/1

NEWFIELD



Newfield Wellbore Diagram Data Federal 9-31-8-18

| Surface Legal Location 31-8S-18E | | | | API/UWI 43047349310000 | | Lease | | | | |
|---|--|--------|--|---------------------------|--------------------|--------------------------------------|-------------------------|---|----------------------------|--|
| County | | | State/Province Utah | | | Basin | | Field Name | | |
| Uintah Well Start Date | | | | (-10-) | | Final Rig Release Date | | GMBU CTB9 On Production Date | | |
| | 11/20/2003 riginal KB Elevation (ft) Ground Elevation (ft) | | | 11/21 | /2003 | 11/29 Total Depth All (TVD) (ftKB | 0/2003 | 12/16/2003 PBTD (All) (ftKB) | | |
| 4,990 | | ,978 | Total Depth (ft | | 6,190.0 | Total Deptil All (1 VD) (IIIA | 7 | Original Hole - 6,158 | 3.6 | |
| Casing Strings | | | | | | | | | | |
| Csg Des Surface | 3 | - | 11/21/200 | | OD (in) 8 5/8 | ID (in) 8.097 | Wt/Len (lb/ft) 24.00 | J-55 | Set Depth (ftKB) | |
| Production | | - | 11/28/200 | | 5 1/2 | 4.950 | 15.50 | J-55 | 6,177 | |
| STANDARD CARTON | | | | | | | | 11.11.11.11.11.11.11.11.11.11.11.11.11. | COLUMN THE COLUMN | |
| Cement String: Surface, 312ftl | KB 11/21/20 | 003 | | | | - | | | | |
| Cementing Company | | | | | | Top Depth (ftKB) | Bottom Depth (ftKB) | Full Return? | Vol Cement Ret (bbl) | |
| BJ Services Company Fluid Description | | | | | | 12.0 Fluid Type | 315.0 Amount (sacks) | Class | Estimated Top (ftKB) | |
| 2% CaCL2 + 1/4#/sk C | | | | | | Lead | 150 | G | 12.0 | |
| String: Production, 6, Cementing Company | 177ftKB 11/ | /29/20 | 003 | | | Top Depth (ftKB) | Bottom Depth (ftKB) | Full Return? | Vol Cement Ret (bbl) | |
| BJ Services Company | | | | | | 670.0 | 6,190.0 | | | |
| Fluid Description 10% gel + 3 % KCL, 54 | #'s /sk CSF | + 2# 9 | k/kolseal + | 1/2#'s/sk | Cello Flake | Fluid Type Lead | Amount (sacks) | Class Premlite II | Estimated Top (ftKB) 670.0 | |
| Fluid Description | | | | | | Fluid Type | Amount (sacks) | Class | Estimated Top (ftKB) | |
| 2% Gel + 3% KCL, .5% Tubing Strings | EC1,1/2# sk | C.F. | 2% gel. 3% | 6 SM | | Tail | 400 | 50/50 POZ | 3,430.0 | |
| Tubing Description | | | | | | Run Date | | Set Depth (ftKB) | | |
| Tubing Item Des | | ts | OD (in) | ID (in) | Wt (lb/ft) | 8/7/ Grade | 2006 Len (ft) | Top (ftKB) | 4,353.0 Btm (ftKB) | |
| Tubing | J | 13 | 2 7/8 | 2.441 | 6.50 | | 4,332.49 | 12.0 | 4,344.5 | |
| Pump Seating Nipple | | | 2 7/8 | 2.441 | | | 1.10 | 4,344.5 | 4,345.6 | |
| Packer | | | 5 1/2 | 2.441 | | | 7.45 | 4,345.6 | 4,353.0 | |
| Rod Strings Rod Description | | | | | | Run Date | | Set Depth (ftKB) | | |
| Nod Description | | | | | | Trui Date | | Set Bopar (Mtb) | | |
| Item Des | J | ts | OD | (in) | Wt (lb/ft) | Grade | Len (ft) | Top (ftKB) | Btm (ftKB) | |
| Perforation Intervals | | | | | | | | L | | |
| Stage# | Zone | | Top (f | | Btm (ftKB) | Shot Dens (shots/ft) | Phasing (°) | Nom Hole Dia (in) | Date | |
| 5 GB4, Origina | | | | 4,417 | 4,422 | 4 | | | 12/10/2003 | |
| 5 GB6, Origina 5 GB6, Origina | | | | 4,457 4,466 | 4,460 4,472 | 4 | | | 12/10/2003 | |
| 4 B1, Original I | | | | 5,189 | 5,206 | 2 | | | 12/10/2003 | |
| 4 B2, Original | | | | 5,216 | 5,221 | 2 | | | 12/10/2003 | |
| 4 A .5, Original | | | | 5,242 | 5,248 | 2 | | | 12/10/2003 | |
| 4 A .5, Original | | | | 5,252 | 5,262 | 2 | | | 12/10/2003 | |
| 3 LODC, Origin | nal Hole | | | 5,444 | 5,455 | 4 | | | 12/10/2003 | |
| 2 CP1, Origina | | | | 5,792 | 5,822 | 2 | | | 12/10/2003 | |
| 1 CP3, Origina | | | | 5,903 | 5,912 | 4 | | | 12/9/2003 | |
| Stimulations & Treatn | nents ISIP (psi) | | Frac Gradi | ent (psi/ft) | Max Rate (bbl/min) | Max PSI (psi) | Total Clean Vol (bbl) | Total Slurry Vol (bbl) | Vol Recov (bbl) | |
| 1 | | ,750 | Tido Oradi | 0.73 | 24.5 | 3,504 | rotal oldali voi (bol) | i otal otally voi (bol) | | |
| 2 | | ,750 | | 0.74 | 24.7 | 4,100 | | | | |
| 3 | | ,703 | | 0.93 | 24.5 | 4,150 | | | | |
| 4 | | ,570 | | 0.73 | 25.0 | 3,505 | | | | |
| 5 Proposit | 2 | ,300 | | 0.95 | 24.5 | 4,054 | | | | |
| | otal Prop Vol Pur | mped | | | | | | | | |
| Stage# | (lb) | | Proppant : | Sand 208 | 72 lh | Total Ad | ld Amount | | | |
| 2 | | | E 5 5 | | | | | | | |
| 3 | | | Proppant Sand 100090 lb Proppant Sand 64383 lb | | | | | | | |
| 4 | | | Proppant Sand 139662 lb | | | | | | | |
| 5 | | | Proppant Sand 40565 lb | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |

Sundry Number: 72505 API Well Number: 43047349310000

| | FORM 9 | | | | |
|--|--|--|---|--|--|
| ι | 5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-74404 | | | | |
| SUNDR | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: | | | | |
| | posals to drill new wells, significantly dee reenter plugged wells, or to drill horizontal n for such proposals. | | 7.UNIT or CA AGREEMENT NAME: GMBU (GRRV) | | |
| 1. TYPE OF WELL Water Injection Well | | | 8. WELL NAME and NUMBER: FEDERAL 9-31-8-18 | | |
| 2. NAME OF OPERATOR: NEWFIELD PRODUCTION CO | 9. API NUMBER: 43047349310000 | | | | |
| 3. ADDRESS OF OPERATOR: Rt 3 Box 3630 , Myton, UT, | ONE NUMBER: | 9. FIELD and POOL or WILDCAT: 8 MILE FLAT NORTH | | | |
| 4. LOCATION OF WELL FOOTAGES AT SURFACE: 2142 FSL 0744 FEL | | | COUNTY: UINTAH | | |
| QTR/QTR, SECTION, TOWNSH Qtr/Qtr: NESE Section: 3 | STATE: UTAH | | | | |
| 11. CHECK | K APPROPRIATE BOXES TO INDICATE N | IATURE OF NOTICE, REPOR | RT, OR OTHER DATA | | |
| TYPE OF SUBMISSION | | TYPE OF ACTION | | | |
| | ACIDIZE | ALTER CASING | CASING REPAIR | | |
| NOTICE OF INTENT Approximate date work will start: | CHANGE TO PREVIOUS PLANS | CHANGE TUBING | CHANGE WELL NAME | | |
| ✓ SUBSEQUENT REPORT Date of Work Completion: 6/22/2016 | CHANGE WELL STATUS | COMMINGLE PRODUCING FORMATIONS | CONVERT WELL TYPE | | |
| | DEEPEN | FRACTURE TREAT | NEW CONSTRUCTION | | |
| | OPERATOR CHANGE | PLUG AND ABANDON | PLUG BACK | | |
| SPUD REPORT Date of Spud: | PRODUCTION START OR RESUME | RECLAMATION OF WELL SITE | RECOMPLETE DIFFERENT FORMATION | | |
| | REPERFORATE CURRENT FORMATION | SIDETRACK TO REPAIR WELL | TEMPORARY ABANDON | | |
| DRILLING REPORT Report Date: | TUBING REPAIR | VENT OR FLARE | WATER DISPOSAL | | |
| | WATER SHUTOFF | SI TA STATUS EXTENSION | APD EXTENSION | | |
| | ☐ WILDCAT WELL DETERMINATION ✓ | OTHER | OTHER: 5 YR MIT | | |
| 12 DESCRIBE PROPOSED OR | COMPLETED OPERATIONS. Clearly show all pe | ertinent details including dates, d | * | | |
| 5 YR MIT perforr casing was pressur no pressure loss pressure was 1 | med on the above listed well. Ced up to 1026 psig and charteds. The well was injecting during 302 psig during the test. There vailable to witness the test. EP | On 06/22/2016 the d for 30 minutes with the test. The tbg was not an EPA | Accepted by the Utah Division of Oil, Gas and Mining Date: June 27, 2016 | | |
| | | | Ву: | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| NAME (DI EASE DRINT) | DUONE NUMBER | TITLE | | | |
| NAME (PLEASE PRINT) Lucy Chavez-Naupoto | PHONE NUMBER 435 646-4874 | TITLE Water Services Technician | | | |
| SIGNATURE N/A | | DATE 6/23/2016 | | | |

Sundry Number: 72505 API Well Number: 43047349310000

Mechanical Integrity Test Casing or Annulus Pressure Mechanical Integrity Test U.S. Environmental Protection Agency Underground Injection Control Program 999 18th Street, Suite 500 Denver, CO 80202-2466

| EPA Witness: Test conducted by: Mic. Others present: | hal Jens | en | Date: | 122 | 116 | ٠ | |
|--|--------------------|-----------|-------------------------------|-------|---------|--------|--------------|
| Well Name: Federal Field: Corenter M. Location: NE/SE Sec Operator: New Field Last MIT: / | onument . [31 T 8 | N/\$ R_18 | Type: ER SWD LEV W County: U | intah | Sta | 'A UC | 977 |
| Is this a regularly scheduled test? [X] Yes [] No Initial test for permit? [] Yes [X] No Test after well rework? [] Yes [X] No Well injecting during test? [X] Yes [] No If Yes, rate: | | | | | | | |
| MIT DATA TABLE TUBING | Test #1 PRESSURE | | Test #2 | | 1 | est #3 | |
| Initial Pressure | 1300 | psig | | osig | | | |
| End of test pressure | 1302 | psig | | osig | | | psig psig |
| CASING / TUBING | ANNULUS | | PRESSURE | | | | harR |
| 0 minutes | 1027.8 | psig | | osig | | | psig |
| 5 minutes | 1027.0 | psig | | osig | | | psig |
| 10 minutes | 1027.0 | psig | | osig | ж. | | psig |
| 15 minutes | 1026.4 | psig | | osig | | - | psig |
| 20 minutes | 1026.6 | psig | | osig | | | psig |
| 25 minutes | 1026.2 | psig | | psig | | en en | psig |
| 30 minutes | 1025.8 | psig | | psig | | | psig |
| minutes | | psig | | psig | | | psig |
| minutes | | psig | | psig | | | psig |
| RESULT | X Pass | Fail | Pass [|]Fail | l l Pas | ss I |]Fail |
| | | | | | | | 1. 411 |

Does the annulus pressure build back up after the test? [] Yes [] No MECHANICAL INTEGRITY PRESSURE TEST

Additional comments for mechanical integrity pressure test, such as volume of fluid added to annulus and bled back at end of test, reason for failing test (casing head leak, tubing leak, other), etc.:

| Oleman at VK Palling | |
|-----------------------|--|
| Signature of Witness: | |
| w.g | |
| | |

Sundry Number: 72505 API Well Number: 43047349310000

